

CAI
FN55
-85R63
V.3 *pt.*

3 1761 11554457 9




CANADA

**CANADA'S CUSTOMS TARIFF ACCORDING
TO THE HARMONIZED SYSTEM:
VOLUME III
REVISIONS TO THE BOARD'S
RECOMMENDATIONS RESPECTING
CHAPTERS 1 TO 67**



**REFERENCE
163**

**A REPORT BY
THE TARIFF BOARD**



Digitized by the Internet Archive
in 2022 with funding from
University of Toronto

<https://archive.org/details/31761115544579>

THE TARIFF BOARD

CHAIRMAN

Donald R. Thomas

FIRST VICE-CHAIRMAN

L.B. Brundage

SECOND VICE-CHAIRMAN

G.J. Carman, Q.C.

MEMBERS

A.C. Ylbank

K.C. Martin

R.E. Martin

C.N. Beauchamp

K.C. Martin

A.C. Ylbank

R.E. Martin

EXECUTIVE DIRECTOR

W.L. Fushimay

ECONOMISTS

Dr. F.J. Bowden

R.D. McCree

M.S. Allen

R.L. Thibault

Ottawa

ETA 307

REFERENCE NO. 163

A REPORT OF AN INQUIRY

by the

TARIFF BOARD

respecting

CANADA'S CUSTOMS TARIFF ACCORDING
TO THE HARMONIZED SYSTEM:

VOLUME III

REVISIONS TO THE BOARD'S RECOMMENDATIONS

RESPECTING CHAPTERS 1 TO 67

This report, made pursuant to a reference by the Minister of Finance and signed by the Board on January 30, 1987, is presented for tabling in Parliament under the provisions of section 6 of the Tariff Board Act.

© Minister of Supply and Services Canada 1987

Available in Canada through

Associated Bookstores
and other booksellers

or by mail from

Canadian Government Publishing Centre
Supply and Services Canada
Ottawa, Canada K1A 0S9

Catalogue No. FT4-163/67-02E

Canada: \$17.75

ISBN 0-660-12389-4

Other Countries: \$21.30

Price subject to change without notice

All rights reserved. No part of this publication may be reproduced, stored in a retrieval system, or transmitted by any means, electronic, mechanical, photocopying, recording or otherwise, without the prior written permission of the Publishing Services, Canadian Government Publishing Centre, Ottawa, Canada K1A 0S9.

THE TARIFF BOARD

CHAIRMAN

Donald R. Yeomans

FIRST VICE-CHAIRMAN

J.P. Bertrand

SECOND VICE-CHAIRMAN

G.J. Gorman, Q.C.

MEMBERS

A.C. Kilbank

K.C. Martin

R.K. Matthie

C.N. Beauchamp

WORKING GROUP FOR THIS INQUIRY

K.C. Martin, Chairman

A.C. Kilbank

R.K. Matthie

EXECUTIVE DIRECTOR, REFERENCE BRANCH

W.L. Posthumus

ECONOMISTS

Dr. P.J. Bowden

H.D. McCree

M.S. Islam

R.J. Herbert

Ottawa

K1A 0G7

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTION	1
REVISED RECOMMENDATIONS BY THE BOARD	6
Chapter 4: Dairy Produce; Birds' Eggs; Natural Honey; Edible Products of Animal Origin, Not Elsewhere Specified or Included	6
Chapter 6: Live Trees and Other Plants; Bulbs, Roots and the Like; Cut Flowers and Ornamental Foliage	10
Chapter 7: Edible Vegetables and Certain Roots and Tubers	11
Chapter 8: Edible Fruit and Nuts; Peel of Citrus Fruit or Melons	14
Chapter 10: Cereals	16
Chapter 17: Sugars and Sugar Confectionery	17
Chapter 18: Cocoa and Cocoa Preparations	18
Chapter 19: Preparations of Cereals, Flour, Starch or Milk; Pastrycooks' Products	19
Chapter 20: Preparations of Vegetables, Fruit, Nuts or Other Parts of Plants	22
Chapter 21: Miscellaneous Edible Preparations	22
Chapter 22: Beverages, Spirits and Vinegar	24
Chapter 24: Tobacco and Manufactured Tobacco Substitutes	29
Chapter 27: Mineral Fuels, Mineral Oils and Products of Their Distillation; Bituminous Substances; Mineral Waxes	30
Chapter 28: Inorganic Chemicals; Organic or Inorganic Compounds of Precious Metals, of Rare-Earth Metals, of Radioactive Elements or of Isotopes	31
Chapter 29: Organic Chemicals	32
Chapter 30: Pharmaceutical Products	32
Chapter 32: Tanning or Dyeing Extracts; Tannins and Their Derivatives; Dyes, Pigments and Other Colouring Matter; Paints and Varnishes; Putty and Other Mastics; Inks	38
Chapter 33: Essential Oils and Resinoids; Perfumery, Cosmetic or Toilet Preparations	40
Chapter 34: Soap, Organic Surface-Active Agents, Washing Preparations, Lubricating Preparations, Artificial Waxes, Prepared Waxes, Polishing or Scouring Preparations, Candles and Similar Articles, Modelling Pastes, "Dental Waxes" and Dental Preparations with a Basis of Plaster	42
Chapter 36: Explosives; Pyrotechnic Products; Matches; Pyrophoric Alloys; Certain Combustible Preparations	44
Chapter 37: Photographic or Cinematographic Goods	45

TABLE OF CONTENTS (CONT.)

	<u>Page</u>
Chapter 38: Miscellaneous Chemical Products	48
Chapter 39: Plastics and Articles Thereof	49
Chapter 40: Rubber and Articles Thereof	61
Chapter 42: Articles of Leather; Saddlery and Harness; Travel Goods, Handbags and Similar Containers; Articles of Animal Gut (Other Than Silk-Worm Gut)	70
Chapter 44: Wood and Articles of Wood; Wood Charcoal	71
Chapter 46: Manufactures of Straw, of Esparto or of Other Plaiting Materials; Basketware and Wickerwork	73
Chapter 48: Paper and Paperboard; Articles of Paper Pulp, of Paper or of Paperboard	74
Chapter 49: Printed Books, Newspapers, Pictures and Other Products of the Printing Industry; Manuscripts, Typescripts and Plans	76
Chapter 51: Wool, Fine or Coarse Animal Hair; Horsehair Yarn and Woven Fabric	80
Chapter 52: Cotton	86
Chapter 53: Other Vegetable Textile Fibres; Paper Yarn and Woven Fabrics of Paper Yarn	87
Chapter 54: Man-Made Filaments	88
Chapter 55: Man-Made Staple Fibres	90
Chapter 56: Wadding, Felt and Nonwovens; Special Yarns; Twine, Cordage, Ropes and Cables and Articles Thereof	96
Chapter 58: Special Woven Fabrics; Tufted Textile Fabrics; Lace; Tapestries; Trimmings; Embroidery	100
Chapter 61: Articles of Apparel and Clothing Accessories, Knitted or Crocheted	102
Chapter 62: Articles of Apparel and Clothing Accessories, Not Knitted or Crocheted	103
Chapter 63: Other Made Up Textile Articles; Sets; Worn Clothing and Worn Textile Articles; Rags	104
Chapter 64: Footwear, Gaiters and the Like; Parts of Such Articles	107
Chapter 65: Headgear and Parts Thereof	111
Chapter 66: Umbrellas, Sun Umbrellas, Walking-Sticks, Seat-Sticks, Whips, Riding-Crops and Parts Thereof	112

TABLE OF CONTENTS (CONCL.)

	<u>Page</u>
SUPPLEMENTARY ANNEX	113
PROPOSED AMENDMENTS TO EXISTING DRAFT ANNEX ITEMS	114
Present Tariff Item: 21950-1	114
56220-1	115
52208-1	116
56250-1	116
56255-1	117
PROPOSED ADDITIONAL ANNEX ITEMS	118
Present Tariff Item: 18710-1	118
18725-1	118
21940-1	119
52400-1	120
53420-1	120
54015-1	120
55805-1	120
55820-1	120
56015-1	121
56117-1	121
56125-1	121
56807-1	121
56815-1	121
56920-1	121
56925-1	121

INTRODUCTION

This is the third volume of a report to be submitted by the Tariff Board to the Minister of State for Finance under Reference No. 163, concerning the proposed conversion of the Canadian Customs Tariff to the Harmonized Commodity Description and Coding System (also known as the Harmonized System, or HS), scheduled to be put into effect by Canada on January 1, 1988.

In this volume, the Board revises and updates certain of its earlier recommendations, made in 1985, respecting the treatment of goods falling into Chapters 1 to 67 of the Harmonized System.⁽¹⁾ A further volume will contain the Board's recommendations with respect to Chapters 68 to 98, while the final segment of this study (Volume V) will focus upon a Supplementary Annex to include special end-use items and other concessionary tariff provisions.

It should be noted that while the present volume updates the Board's recommendations in relation to Chapters 1 to 67 of the HS, further modifications to these - and, indeed, the remaining - chapters may occur as a result of the Board's recommendations respecting the Supplementary Annex. A high proportion of the value of Canadian imports is presently entered under the tariff items which comprise this annex. In the final stages of its work on this reference, scheduled to be completed in late 1987, the Board, in accordance with a directive from the Minister, will be seeking to determine which tariff items and products can be deleted therefrom and provided with alternative accommodation in the main body of the Harmonized System.

(1) Tariff Board, Reference 163. Canada's Customs Tariff According to the Harmonized System: Volume I, Chapters 1 to 24 (1985); Volume II, Part 1, Chapters 25 to 46 (1985); Volume II, Part 2, Chapters 47 to 67 (1985).

The revisions which appear in this volume reflect several influences. In the first place, in spite of every reasonable care being taken, a work of the present magnitude and complexity is bound to contain some unnoticed mistakes and typographical errors. Some such inaccuracies have been brought to the Board's attention by interested parties; others have come to light in the course of the Board's on-going study.

Secondly, since February 1984, when the original draft HS schedule was referred, in part, to the Board, various changes in the existing Customs Tariff have been instituted by the Minister of Finance, which the Board was not able to take into account in the earlier phases of its inquiry. Most of the changes based on the Board's recommendations respecting Phase I of Reference No. 157⁽¹⁾ were implemented by the Minister in 1984 and 1985. The 1984 amendments were included in the draft HS schedule and related cross-references for Chapters 25 to 67, as they were received by the Board.

However, the recommendations implemented in the 1985 budget were not incorporated in the draft schedule, as received, nor in the supporting material. These revisions are now integrated as far as possible. In instances where an end-use item has been deleted from the Customs Tariff as a result of Reference No. 157 no action has been necessary, since the goods will have reverted to their parent classification. Some of the other changes stemming from this earlier inquiry have been incorporated in the proposed HS schedule by means of a new tariff line specifically describing the product and/or its use. Finally, because most of the items studied under Reference No. 157 were end-use items, and this provision was retained in the Board's recommendations, many were added, in their revised form, to the Supplementary Annex forwarded to the Board. Accordingly, they will be subject to scrutiny in the final stages of this inquiry. Likewise, tariff changes implemented by the Minister pursuant to Phase II of Reference No. 157⁽²⁾ will be accommodated in later volumes of this report. None of the changes included in the Budget Resolution of February 26, 1986 has required the modification of any of the items of the chapters reviewed in the present volume.

(1) Tariff Items Covering Goods Made/Not Made in Canada (1983).

(2) Ibid (1985).

On the other hand, certain of the amendments to the Customs Tariff included in the 1985 Budget resulted from the Board's report on Reference No. 162.⁽¹⁾ These tariff changes relate solely to chapters falling within Phase II of the present study, and the necessary adjustments have accordingly been included in this report.

Also stemming from a recent inquiry by the Board, designated as Reference No. 159,⁽²⁾ are a number of upward rate adjustments designed to counterbalance the loss of tariff protection consequent upon the adoption by Canada of the GATT Customs Valuation Code. Since these rate revisions did not come into effect until January 1, 1985, they were not incorporated in the draft HS schedule and supporting documentation forwarded to the Board. In fact, the rate adjustments were not considered in Phases I and II of Reference No. 163.

In the integration of rate revisions for purposes of the present report the same principles have been applied as those previously adopted by the Department of Finance and refined by the Board in the determination of MFN rates in respect of the proposed HS schedule.⁽³⁾ In some cases, usually

(1) Woollen and Worsted Yarns and Fabrics (1984).

(2) The GATT Agreement on Customs Valuation. Part II. Tariff Adjustments (1983).

(3) Four "possible ways" of arriving at MFN tariff rates under the Harmonized System were suggested by the GATT Committee on Tariff Concessions. These were: (i) applying the lowest rate of any previous heading to the whole of the new heading; (ii) applying the rate previously applied to the heading or headings with the majority of trade; (iii) applying the trade-weighted average rate of duty for the new heading; and (iv) applying the arithmetic average of the previous rates of duty, where no basis exists for establishing reasonably accurate trade allocations. Of these methods, (ii) and (iii) were those most used by the Department of Finance in the development of the draft HS schedule. In reviewing this schedule, the Board examined instances where the conversion process had resulted in changes in the rates of duty and recommended the restoration of existing rate provisions for those draft items where the following criteria were found to apply: (i) the proposed rate in the draft schedule would involve a reduction or an increase of at least 2.5 percentage points from the current ad valorem rate or its ad valorem equivalent; (ii) the proposed change in the rate of duty would have affected at least one per cent of total imports under the existing item in the 1980-82 base period; and (iii) the amount of trade in the base period had a value of at least \$100,000.

those involving the largest rate adjustments, this has entailed the establishment of additional tariff lines in the HS schedule. However, in the great majority of instances, the rate revisions resulting from Reference No. 159 were small - often less than one percentage point - and their integration into the HS rate structure has been quite straightforward. In many cases - notably, those where the value of imports under the existing item did not constitute a majority of trade - no change to the previously recommended HS schedule has been called for, while in instances in which trade-weighted averages were used as a basis for rate determination, minor upward adjustments have been effected.

Aside from changes attributable to the implementation of recommendations arising from Reference Nos. 157, 159 and 162, the present Customs Tariff also differs from that existing in 1983 (which was used as a basis for the conversion process) on account of the deletion or alteration of some permanent and temporary tariff items, the introduction of new items, and the renumbering of existing items. Insofar as these changes involve permanent statutory items and, as well, have reference to the tariff treatment of goods falling within Chapters 1 to 67 of the Harmonized System, they have been reviewed by the Board and included in the present report. However, due to time constraints, no changes brought forward by the Minister subsequent to those included in the Budget Resolution of February 26, 1986 have been taken into account.

Other modifications to the Board's previous recommendations with respect to Chapters 1 to 67 have been made in consequence of submissions received by the Board subsequent to its reports on Phases I and II of the inquiry encompassing the aforementioned chapters. Ten of these submissions were made in the context of Phase III of the reference (covering Chapters 68 to 98), while a further eight were made in connection with a public hearing held by the Board on June 25, 1986 for the specific purpose of eliciting comment on the Phase I and Phase II recommendations.

A listing of the organizations making the aforementioned submissions, and of the HS chapter numbers of especial concern, is set out below:

Additional Submissions
Respecting Chapters 1 to 67

<u>Interested Party</u>	<u>Chapter(s)</u>
1. Dairy Farmers of Canada	4, 18, 19, 21
2. The Canadian Horticultural Council	6, 7, 8, 20
3. Effem Foods Ltd.	10
4. Intersave Buying and Merchandising Services, a Division of Loblaw Companies Limited	19
5. Imasco Limited and Subsidiary Companies	24
6. Petro-Canada Inc.	27
7. C-I-L Inc.	28, 36
8. Hoffmann-La Roche Limited	29; Annex
9. Squibb Canada Inc.	30
10. Canbro Inc.	32
11. Tracon Consultants Ltd.	37; Annex
12. The Refractories Association of Canada	38
13. Borg-Warner Chemicals, Borg-Warner (Canada) Limited	39
14. Monsanto Canada Inc.	39
15. Du Pont Canada Inc.	39
16. Canadian Fertilizer Institute	39
17. Sharp Electronics of Canada Ltd.	39
18. Ontario Hydro	40
19. Cooper Canada Limited	42, 56, 61, 63, 65
20. The Professional Art Dealers Association of Canada <u>et al</u>	49
21. Reynolds Aluminum Company of Canada Ltd.	49
22. Canadian Textiles Institute	39, 50, 52-56, 58, 63; Annex

REVISED RECOMMENDATIONS BY THE BOARD

The Board's revised recommendations with respect to goods falling within Chapters 1 to 67 are set out below on a chapter-by-chapter basis. In each instance, the recommendation, or series of related recommendations, is preceded by: the applicable HS heading code or number and description of goods; a page reference, indicating the place in the Phase I or Phase II report where the Board's original recommendation will be found; the nature of the proposed amendment, or amendments, to the draft HS schedule; and the reason, or reasons, therefor. Those requests for change from interested parties to which the Board has not felt able to accede are also listed.

CHAPTER 4

04.02 Milk and cream, concentrated or containing added sugar or other sweetening matter.

Reference: Vol. I, p. 125.

Amendment: Insertion of additional statistical lines.

Reason: To provide finer product breakdowns for statistical information purposes: request by the Dairy Farmers of Canada.

Revised Recommended Schedule

		<u>MFN Rate</u>
	-Other than in powder, granules or other solid forms	
0402.91.00.	--Not containing added sugar or other sweetening matter (1)	6.61¢/kg
10	----Concentrated, of a fat content, by weight, not exceeding 8.0 % kg	
20	----Concentrated, of a fat content, by weight, exceeding 8.0 % kg	
90	----Other than concentrated kg	
0402.99.00.	--Containing added sugar or other sweetening matter (1)	6.61¢/kg
10	----Concentrated kg	
90	----Other than concentrated kg	

- - - - -

(1) Include the weight of the retail package in the weight for duty.

04.03 Buttermilk, curdled milk and cream, yogurt, kephir and other fermented or acidified milk and cream, whether or not concentrated or containing added sugar or other sweetening matter or flavoured or containing added fruit or cocoa.

Reference: Vol. I, pp. 125-6.

Amendment: Insertion of additional statistical lines.

Reason: To provide finer product breakdowns for statistical information purposes: request by the Dairy Farmers of Canada.

Revised Recommended Schedule

			<u>MFN Rate</u>
0403.90	-Other fermented or acidified milk and cream		
0403.90.10.00	---Powdered buttermilk (1)	kg	7.72¢/kg
0403.90.90.	---Other		17.5%
10	-----Buttermilk, other than powdered	kg	
90	-----Other	kg	

The Board does not recommend that 'yogurt' should be spelt 'yogourt', as requested by the Dairy Farmers of Canada; the former is the spelling used in the HS heading and cannot be changed.

- - - - -

04.04 Whey, whether or not concentrated or containing added sugar or other sweetening matter; products consisting of natural milk constituents, whether or not containing added sugar or other sweetening matter, not elsewhere specified or included.

Reference: Vol. I, p. 126.

Amendment: Insertion of additional statistical lines.

Reason: To provide finer product breakdowns for statistical information purposes: request by the Dairy Farmers of Canada.

(1) Include the weight of the retail package in the weight for duty.

Revised Recommended Schedule

MFN Rate

0404.90.00.	-Products consisting of natural milk constituents, whether or not containing added sugar or other sweetening matter, not elsewhere specified or included	15%
	-----Blended dairy powders	
11	-----Containing, by weight, more than 50 % skim milk powder	kg
12	-----Containing, by weight, more than 50 % whey powder	kg
19	-----Other blended dairy powders	kg
90	-----Other	kg

- - - - -

04.05 Butter and other fats and oils derived from milk.

Reference: Vol. I, p. 126.

Amendment: Insertion of additional statistical lines.

Reason: To provide finer product breakdowns for statistical information purposes: request by the Dairy Farmers of Canada.

Revised Recommended Schedule

MFN Rate

0405.00.90.	---Other fats and oils derived from milk	17.5%
10	-----Fractionated butterfat	kg
20	-----Butteroil	kg
90	-----Other	kg

- - - - -

04.06 Cheese and curd.

Reference: Vol. I, pp. 126-7.

Amendment: Insertion of additional statistical lines.

Reason: To provide finer product breakdowns for statistical information purposes: request by the Dairy Farmers of Canada.

Revised Recommended Schedule

		MFN Rate
0406.20.90.	---Other than Cheddar and Cheddar types	7.72t/kg
	-----Mozzarella and Mozzarella types	
11	-----Mozzarella	kg
12	-----Mozzarella types	kg
20	-----Swiss	kg
30	-----Parmesan	kg
40	-----Romano	kg
	-----Other	
91	-----Of partly skimmed milk	kg
92	-----Of skimmed milk	kg
99	-----Other	kg
0406.30.00.	-Processed cheese, not grated or powdered . . .	7.72t/kg
	-----Cheddar and Cheddar types	
11	-----Cheddar	kg
12	-----Cheddar types	kg
	-----Other than Cheddar and Cheddar types	
91	-----Gruyere	kg
92	-----Swiss	kg
99	-----Other	kg
0406.90	-Other cheese	
0406.90.10.	---Cheddar and Cheddar types (1)	6.61t/kg
10	-----Cheddar	kg
20	-----Colby	kg
30	-----Monterey Jack	kg
40	-----Farmer	kg
50	-----Brick	kg
90	-----Other Cheddar types	kg
0406.90.90.	---Other than Cheddar and Cheddar types	7.72t/kg
	-----Camembert and Camembert types	
11	-----Camembert	kg
12	-----Camembert types	kg
	-----Brie and Brie types	
21	-----Brie	kg
22	-----Brie types	kg
	-----Gouda and Gouda types	
31	-----Gouda	kg
32	-----Edam	kg
33	-----Fynbo	kg
39	-----Other Gouda types	kg
	-----Provolone and Provolone types	
41	-----Provolone	kg
42	-----Provolone types	kg

(1) For imports from Australia, if the weight of each package does not exceed 1 kg, include the weight of the package in the weight for duty.

0406.90.90.	-----Mozzarella and Mozzarella types	
(cont.) 51	-----Mozzarella	kg
52	-----Mozzarella types	kg
	-----Swiss, Emmental, and Swiss and Emmental types	
61	-----Swiss and Emmental	kg
62	-----Samsoe	kg
63	-----Jarlberg	kg
64	-----Greve	kg
69	-----Other Swiss and Emmental types	kg
	-----Gruyere and Gruyere types	
71	-----Gruyere	kg
72	-----Gruyere types	kg
	-----Havarti and Havarti types	
81	-----Havarti	kg
82	-----Havarti types	kg
	-----Other cheese	
91	-----Parmesan (for example, Grano, Parmigiano, Raggiano, Sardo)	kg
92	-----Romano	kg
93	-----Feta	kg
94	-----Munster	kg
95	-----Other, of partly skimmed milk	kg
96	-----Other, of skimmed milk	kg
99	-----Other	kg

CHAPTER 6

06.01 Bulbs, tubers, tuberous roots, corms, crowns and rhizomes, dormant, in growth or in flower; chicory plants and roots other than roots of heading No. 12.12.

Reference: Vol. I, p. 173.

A request was received from the Canadian Horticultural Council for the deletion of tariff line 0601.20.22.00, applying to gladiolus corms in growth or in flower, it being claimed that few, if any, such goods are imported.

With the exception of imports admissible under present end-use item 7804-1, relating to goods "for use by florists or nurserymen for bona fide forcing purposes or growing on prior to disposal", gladiolus corms are currently provided for in their own tariff item (7802-1) at a MFN rate of duty

of 12.5 p.c., effective 1987. This rate is carried forward in the HS schedule recommended by the Board. Should the applicable tariff line be deleted, the balance of existing rates of duty would be altered without apparent good reason, since the relevant goods would then fall into the proposed residual product category of "other tubers ... corms ..." (HS line 0601.20.29), dutiable at a MFN rate of 10 p.c. The Board has been unable to substantiate the suggestion that there are no imports of gladiolus corms in growth or in flower, and accordingly, it is of the opinion that no change should be made to this part of the previously-submitted HS schedule at this time.

- - - - -

06.04 Foliage, branches and other parts of plants, without flowers or flower buds, and grasses, mosses and lichens, being goods of a kind suitable for bouquets or for ornamental purposes, fresh, dried, dyed, bleached, impregnated or otherwise prepared.

Reference: Vol. I, p. 175.

Amendment: Insertion of additional tariff line.

Reason: Introduction of tariff item 7855-1: Budget 1984, Schedule III.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
-Foliage, branches and other parts of plants and grasses				
0604.91 --Fresh				
0604.91.20.00 ---Foliage of Asparagus setaceus, cut	- Free	Free	40%	-

CHAPTER 7

07.04 Cabbages, cauliflowers, kohirabi, kale and similar edible brassicas, fresh or chilled.

Reference: Vol. I, pp. 208-9.

Amendment: Change in wording of proposed HS line 0704.90.20 -"Cabbage, Chinese (Brassica rapa, pekinensis)".

Reason: To accommodate previous recommendation by the Board (ibid., p. 185) and to provide for another main variety of the species rapa: request by The Canadian Horticultural Council.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
---Cabbage, Chinese (Brassica rapa, var., pekinensis, or Brassica rapa, var., chinensis) or Chinese Lettuce				
0704.90.21.00 ----Imported in any 12 month period ending the 31st of March, not exceeding 30 weeks which may be divided into two separate periods, as specified by the Minister . . (1) kg Free	2.76¢	8.28¢	-	
	/kg	/kg		
	but	but		
	not	not		
	less	less		
	than	than		
	15%	45%		
0704.90.22.00 ----Imported during other periods kg Free	Free	Free	-	

- - - - -

07.06 Carrots, turnips, salad beetroot, salsify, celeriac, radishes and similar edible roots, fresh or chilled.

Reference: Vol. I, p. 211.

Amendment: Insertion of additional statistical line for Chinese artichokes.

Reason: To provide finer product breakdown for statistical information purposes: request by The Canadian Horticultural Council.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
0706.90.90. ----Other edible roots	Free	Free	30%	-
40 ----Chinese artichokes kg				

(1) Include the weight of the retail package in the weight for duty.

The Board is not prepared to recommend that commodities entering under HS line 0706.90.90.90 ("other" edible roots) should be rated at 5 p.c. MFN, as proposed by The Canadian Horticultural Council, since this line has been wholly concorded with tariff item 8748-1 (fresh vegetables n.o.p. "of a class or kind not grown in Canada"), under which entry is Free.

- - - - -

07.10 Vegetables (uncooked or cooked by steaming or boiling in water), frozen.

Reference: Vol. I, p. 215.

Amendment: Expansion in the coverage of HS line 0710.29.10.00 - "Chick peas and pigeon peas".

Reason: To make consistent with the description of goods of line 0708.90.10.00: request by The Canadian Horticultural Council.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
0710.29	--Other leguminous vegetables				
0710.29.10.00	---Chick peas (garbanzo beans), lupini beans, pigeon peas (Congo peas, dahl and toor), catjang peas, no-eye peas, Angola peas and guar seeds .	kg Free	Free	30%	-

- - - - -

07.13 Dried leguminous vegetables, shelled, whether or not skinned or split.

Reference: Vol. I, p. 216.

Amendment: Change in rate of duty applicable to kidney beans used for other than seed, set at 3.31¢/kg MFN under 0713.33.90 of the draft HS schedule.

Reason: To accord with an earlier recommendation by the Board (ibid., p. 186) intended to restore the MFN rate to that currently applicable under tariff item 4715-1: noted by The Canadian Horticultural Council.

Revised Recommended Schedule

			<u>MFN Rate</u>
	---Other than seed		
0713.33.91.00	----Red kidney beans	kg	2.21¢/kg
0713.33.99.	----Other		3.31¢/kg
10	----White pea	kg	
90	----Other	kg	

CHAPTER 8

08.10 Other fruit, fresh.

Reference: Vol. I, pp. 251-2.

Amendments: (i) Deletion of "papaws or papayas" from the description of the goods of HS line 0810.90.10.00.

(ii) Inclusion of a definition of "pawpaws".

(iii) Addition of alternative spellings of "litchis" and "mammees" and minor punctuation changes.

Reasons: (i) Aforesaid goods are specifically provided for under HS Code 0807.20 (ibid., p. 249): noted by The Canadian Horticultural Council.

(ii) Clarification of the coverage of the goods at issue.

(iii) Alignment with the corresponding provisions of 0812.90.10.

Revised Recommended Schedule

MFN Rate

0810.90.10.00 ---Akalas, akees, anchovy pears, apple-pears, bread fruits, carambolas, chayotes, cherimoyas (Jamaica apples), durians, feijoas, fu quas (balsam pears), genipes, imbus, jujubes, kiwi fruits, lady apples, litchis (lychees), loquats, magueyes, mammees (mammeas), passion fruits, pawpaws (fruit of the species *Asimina triloba*), persimmons, plumcots, prickly pears, pomegranates, sapatas, star apples and tamarinds kg Free

Reference: Vol. I, p. 252.

A request was received from The Canadian Horticultural Council for the MFN duty attaching to HS line 0810.40.10.90 ("other" whole fresh berries) to be increased to 10 p.c., the Council noting that this rate applies to concordance items 9222-1 and 10504-1. However, in its report (Vol. I, p. 239) the Board recommended that the coverage of item 0810.40.10 should be confined to the whole berries of subheading 0810.40, and that a new item should be established for the crushed fresh fruit. As a result, imports entering under existing tariff item 10504-1 ("fruit pulp and crushed fruit ... n.o.p.") would be classifiable to 0810.40.90.00 (berries "other than whole"), dutiable at 10 p.c. MFN, and not to 0810.40.10.90 at Free. With respect to the edible berries n.o.p. of existing tariff item 9222-1, dutiable at 10 p.c. MFN, only \$40,000 of the value of goods imported thereunder in 1980-82 was allocated to 0810.40.10.90, an amount well below that specified in the criterion used by the Board to restore current MFN rates in the proposed HS schedule⁽¹⁾.

The Board therefore makes no further recommendation in this regard.

- - - - -

08.12 Fruit and nuts provisionally preserved (for example, by sulphur dioxide gas, in brine, in sulphur water or in other preservative solutions), but unsuitable in that state for immediate consumption.

Reference: Vol. I, p. 253.

Amendment: Changes in wording with respect to balsam pears, pawpaws, and papaws (papayas).

Reason: Alignment with the corresponding provisions of 0810.90.10.00.

Revised Recommended Schedule

MFN Rate

	-Other fruit and nuts	
0812.90.10.	---Akalas, akees, anchovy pears, apple-pears, avocados, bananas, bread fruits, carambolas, chayotes, cherimoyas (Jamaica apples), citrus fruits, dates, durians, feijoas, figs,	

⁽¹⁾ See supra, p. 3, n. 3.

MFN Rate

0812.90.10. (cont.)	fu quas (balsam pears), genipes, guavas, imbus, jujubes, kiwi fruits, lady apples, litchis (lychees), loquats, magueyes, mammees (mammeas), mangos, mangosteens, papaws (papayas), passion fruits, pawpaws (fruit of the species Asimina triloba), persimmons, pineapples, plantains, plumcots, prickly pears, pomegranates, quinces, rangpurs, sapatas, star apples, tamarinds, tangelos, uglifruits and watermelons	Free
------------------------	--	------

- - - - -

08.13 Fruit, dried, other than that of heading Nos. 08.01 to 08.06; mixtures of nuts or dried fruits of this Chapter.

Reference: Vol. I, pp. 253-4.

The Canadian Horticultural Council proposed that HS line 0813.40.00.10, pertaining to "currants" should be deleted, since a similar description is applied to the goods of line 0806.20.00.10. However, the Board feels that no change is necessary in this instance, since the respective headings - 08.06 ("Grapes, fresh or dried") and 08.13 ("Fruit, dried, other than that of heading Nos. 08.01 to 08.06 ...") - clearly refer to different fruits.

CHAPTER 10

Legal Note 1.(b). This Chapter does not cover grains which have been hulled or otherwise worked. However, rice, husked, milled, polished, glazed, parboiled, converted or broken remains classified in heading No. 10.06.

Reference: Vol. I, p. 285.

Amendment: Deletion of the word "converted" from Legal Note 1.(b).

Reason: As submitted to the Board, "converted" is the registered Canadian trademark of Effem Foods Ltd. (a subsidiary of Mars Inc.) for use in association with "rice for food". The inclusion of the word "converted" in the HS nomenclature with respect to rice would infringe upon the trademark and expunge the validity of the trademark. Moreover, the meaning of the word "converted" is the same as "parboiled". Since "parboiled" is used in the legal note, the use of the word "converted" is redundant.

Recommendation

Since the provisions and texts of Section and Chapter Notes are bound by the HS Convention, the deletion of the term "converted" will require an amendment by the Customs Cooperation Council. It is recommended that this issue be brought to the attention of the Council for its consideration.

CHAPTER 17

17.04 Sugar confectionery (including white chocolate),
not containing cocoa.

Reference: Vol. I, p. 449.

Amendment: Upward revision in the BP and MFN rates of duty on chewing gum, licorice candy, toffee and other sugar confectionery.

Reason: Consequent upon Reference No. 159, rate changes to tariff item 14100-1 and the introduction of tariff items 14101-1 and 14102-1: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
1704.10.00.	-Chewing gum whether or not sugar-coated	13%	15.5%	35%	7.5%
10	-----Bubble gum kg				
90	-----Other kg				
1704.90	-Other sugar confectionery				
1704.90.10.00	---Chestnut cream or paste . kg	Free	Free	35%	-
1704.90.20.00	---Licorice candy kg	14.2%	16.7%	35%	7.5%
1704.90.30.00	---Toffee kg	13.8%	16.3%	35%	7.5%
1704.90.90.	---Other	13%	15.5%	35%	7.5%
10	-----Sugar candy bars . . . kg				
20	-----Marshmallows kg				
30	-----Candied popcorn kg				
40	-----Nuts, candied kg				
50	-----Other sugar candy . . . kg				
	-----Pastes, butters and spreads				
61	-----Almond paste and butter kg				
62	-----Other nut pastes and butters kg				
69	-----Other kg				
90	-----Other sugar confec- tionery kg				

CHAPTER 18

18.06 Chocolate and other food preparations containing cocoa.

Reference: Vol. I, p. 463.

Amendments: (i) Insertion of additional statistical lines for chocolate crumbs and ice cream mixes.

(ii) Insertion of additional tariff line for ice cream mixes.

Reasons: (i) To provide finer product breakdowns for statistical information purposes: request by the Dairy Farmers of Canada.

(ii) To provide for the aforesaid goods at the same rates of duty as those applicable to unmixed ice cream products (vide 2105.00.00).

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
1806.20	-Other preparations in blocks or slabs weighing more than 2 kg or in liquid, paste, powder, granular or other bulk form in containers or immediate packings, of a content exceeding 2 kg				
1806.20.10.00	---Paste kg	Free	Free	12.13 ¢/kg	-
1806.20.90.	---Other	10%	12.5%	35%	5%
10	----Granular (chocolate crumbs) kg				
90	----Other kg				
1806.90	-Other chocolate and food preparations containing cocoa				
1806.90.10.	---Mixes and bases for ice cream	13%	15.5%	35%	7.5%
10	----Powdered kg				
90	----Other kg				
1806.90.90.	---Other chocolate and food preparations containing cocoa	10%	12.5%	35%	5%
10	----Chocolates put up in packings for retail sale kg				
20	----Other chocolate confectionery kg				
30	----Chocolate coated nuts . kg				
90	----Other food preparations kg				

CHAPTER 19

19.01 Malt extract; food preparations of flour, meal, starch or malt extract, not containing cocoa powder or containing cocoa powder in a proportion by weight of less than 50 %, not elsewhere specified or included; food preparations of goods of heading Nos. 04.01 to 04.04, not containing cocoa powder or containing cocoa powder in a proportion by weight of less than 10%, not elsewhere specified or included.

Reference: Vol. I, p. 481.

Amendments: (i) Change in wording of HS lines 1901.10.10.00 and 1901.10.20.00.

(ii) Insertion of additional statistical lines under HS Code 1901.90.

(iii) Insertion of additional tariff line for ice cream mixes.

Reasons: (i) Clarification of nomenclature.

(ii) To provide finer product breakdowns for statistical information purposes: request by the Dairy Farmers of Canada.

(iii) To provide for the aforesaid goods at the same rates of duty as those applicable to unmixed ice cream products (vide 2105.00.00).

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
1901.10	-Preparations for infant use, put up for retail sale				
1901.10.10.00	---Food preparations of flour, meal, starch or malt extract kg	10%	10%	27.5%	6.5%
1901.10.20.00	---Malt extract kg	15%	15%	27.5%	-
1901.10.30.00	---Food preparations of goods of heading Nos. 04.01 to 04.04 kg	15%	15%	27.5%	-
1901.90	-Other				
1901.90.10.00	---Malt extract kg	15%	20%	35%	-
1901.90.20.00	---Dessert powders and puddings kg	10%	15%	35%	7.5%

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
1901.90.30.	---Other food preparations of goods of heading Nos. 04.01 to 04.04	kg	15%	15%	35%	-
10	-----In which milk fat has been replaced by non- fat milk	kg				
20	-----In which non-fat milk solids have been re- placed by non-milk solids	kg				
90	-----Other	kg				
1901.90.40.	---Mixes and bases for ice cream		13%	15.5%	35%	7.5%
10	-----Powdered	kg				
90	-----Other	kg				
1901.90.50.	---Food preparations of flour, meal, starch or malt extract		10%	10%	27.5%	6.5%
10	-----Malted milk mix, powdered	kg				
20	-----Food drink preparations, powdered	kg				
90	-----Other	kg				

- - - - -

19.02 Pasta, whether or not cooked or stuffed (with meat or other substances) or otherwise prepared, such as spaghetti, macaroni, noodles, lasagne, gnocchi, ravioli, cannelloni; couscous, whether or not prepared.

Reference: Vol. I, pp. 481-2.

Amendment: Change in rate of duty applicable to spaghetti and spaghettini, set at 10% MFN under 1902.19.90 of the draft HS schedule.

Reason: To accord with the MFN rate applicable under tariff item 6700-1: request by Intersave Buying and Merchandising Services, a Division of Loblaw Companies Limited.

Revised Recommended Schedule

		<u>MFN Rate</u>
1902.19	--Other than those containing eggs	
1902.19.10.	---Macaroni; vermicelli; spaghetti and spaghettini (1)	Free
10	-----Macaroni	kg

(1) Low protein or protein-free products, certified as such by the Department of Health and Welfare, and special dietary breads and biscuits, covered under regulations of the aforesaid Department, are subject to the following tariffs: Free (BP), Free (MFN), 10% (Gen), and - (GP).

			<u>MFN Rate</u>
1902.19.10.20	-----Vermicelli	kg	
30	-----Spaghetti and spaghettini	kg	
1902.19.90.	---Other (1)		10%
10	-----Noodles	kg	
90	-----Other	kg	

- - - - -

19.05 Bread, pastry, cakes, biscuits and other bakers' wares, whether or not containing cocoa; communion wafers, empty cachets of a kind suitable for pharmaceutical use, sealing wafers, rice paper and similar products.

Reference: Vol. I, pp. 482-3.

Amendments: (i) Insertion of additional statistical lines.

(ii) Upward revision in the BP and MFN rates of duty applicable to "other" confectionery products classifiable to HS line 1905.90.29.

Reasons: (i) To provide finer product breakdowns for statistical information purposes: request by the Dairy Farmers of Canada.

(ii) Rate changes to tariff item 14100-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	---Pizza; quiche; pastries, pies, puddings and cakes; bakery products made without flour (for example, meringues)				
1905.90.21.	----Pizza and quiche . . (1)	15%	17.5%	35%	11.5%
	----Pizza				
11	-----Containing cheese or curds kg				
19	-----Other kg				
20	-----Quiche kg				
1905.90.29.	----Other (1)	13%	15.5%	35%	7.5%

(1) Low protein or protein-free products, certified as such by the Department of Health and Welfare, and special dietary breads and biscuits, covered under regulations of the aforesaid Department, are subject to the following tariffs: Free (BP), Free (MFN), 10% (Gen), and - (GP).

CHAPTER 20

- 20.08 Fruit, nuts and other edible parts of plants, otherwise prepared or preserved, whether or not containing added sugar or other sweetening matter or spirit, not elsewhere specified or included.

Reference: Vol. I, pp. 521-2.

The Canadian Horticultural Council proposed that the listing of products in item 2008.92.99 ("other fruit" mixtures) should be amended to correspond with that in item 2008.99.10 (applying to individual fruits), with the named products not grown in Canada accorded duty-free entry and the residual ("other") commodities made dutiable at 10 p.c. MFN.

The Board notes that, in the cross-reference tables, all the imports for 1980-82 allocated to HS item 2008.92.90 (subsequently renumbered 2008.92.99) were provided with free entry under tariff item 10609-1 ("prepared canned fruits" of a class or kind not grown in Canada).

Accordingly, the Board cannot accept the Council's proposal, since this would involve the imposition of duty on goods which are presently accorded duty-free entry and would be contrary to the Minister's injunction to the Board "not ... to propose changes that would have an overall significant effect" on the scheduled structure of MFN rates.

CHAPTER 21

- 21.05 Ice cream and other edible ice, whether or not containing cocoa.

Reference: Vol. I, p. 550.

Amendments: (i) Insertion of additional statistical lines (see also 1806.90, 1901.90 and 2106.90).

(ii) Upward revision in the BP and MFN rates of duty applicable to ice cream products classifiable to HS line 2105.00.00.

Reasons: (i) To provide finer product breakdowns for statistical information purposes: request by the Dairy Farmers of Canada.

(ii) Rate changes to tariff item 14100-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2105.00.00.	Ice cream and other edible ice, whether or not containing cocoa (1)	13%	15.5%	35%	7.5%
	-----Ice cream				
11	-----Pies and cakes kg				
12	-----Bars and cups kg				
13	-----Frozen dairy dessert kg				
19	-----Other kg				
	-----Other edible ice				
21	-----Sherbet ice kg				
29	-----Other edible ice products kg				

- - - - -

21.06 Food preparations not elsewhere specified or included.

Reference: Vol. I, p. 550.

- Amendments: (i) Upward revision in rates of duty on various food preparations classified to HS line 2106.90.90.
- (ii) Downward revision in rates of duty applied to tea substitutes.
- (iii) Deletion of provision for chewing gum (lines 2106.90.90.41 and 2106.90.90.49).
- (iv) Insertion of additional tariff line for ice cream mixes.
- (v) Insertion of additional statistical lines for ice cream mixes, cheese fondue substitutes and cheese sauce substitutes.

- Reasons: (i) Rate changes to tariff item 14100-1, consequent upon Reference No. 159: Budget 1984, Schedule I.
- (ii) To restore the rates to those applicable under existing tariff item 22001-1, in accordance with the criteria developed by the Board.
- (iii) Chewing gum is already provided for in tariff line 1704.10.00.
- (iv) To provide for the aforesaid goods at the same rates of duty as those applicable to unmixed ice cream products (vide 2105.00.00).
- (v) To provide finer product breakdown for statistical information purposes: request by the Dairy Farmers of Canada.

(1) Ice cream products are defined in the Dairy Products Regulations of the Canadian Agricultural Products Standards Act.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2106.90	-Other food preparations				
2106.90.40.	---Jelly powders and powders for similar pre- parations	13%	15.5%	35%	7.5%
10	-----Jelly powders kg				
90	-----Other kg				
2106.90.50.	---Mixes and bases for ice cream	13%	15.5%	35%	7.5%
10	-----Powdered kg				
90	-----Other kg				
2106.90.60.00	---Sweets, gums and the like, containing synthe- tic sweetening agents instead of sugar	13%	15.5%	35%	7.5%
2106.90.70.00	---Tea substitutes	9.5%	9.5%	25%	6%
2106.90.90.	---Other	12%	14%	28%	9%
10	-----Protein hydrolysates . kg				
	-----Milk and cream substi- tutes				
21	-----Milk substitutes . . . kg				
22	-----Whipped cream substi- tutes kg				
29	-----Other cream substi- tutes kg				
	-----Food preparation sub- stitutes for goods of heading No. 04.06				
31	-----Cheese fondue substi- tutes kg				
32	-----Cheese sauce substi- tutes kg				
39	-----Other kg				
90	-----Other kg				

CHAPTER 22

22.06 Other fermented beverages (for example, cider, perry, mead).

Reference: Vol. I, p. 571.

Amendment: Modifications to the rates of duty applicable to the "other fermented beverages" of HS line 2206.00.90.00.

Reason: To rectify an omission in the qualification of the rates of duty.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2206.00.90.00	---Other fermented beverages litre	19.2¢	19.2¢	\$2.30	12.79¢
	/litre	/litre	/litre	/litre	/litre
	of ab-	of ab-	of ab-	of ab-	of ab-
	solute	solute	solute	solute	solute
	ethyl	ethyl	ethyl	ethyl	ethyl
	al-	al-	al-	al-	al-
	cohol	cohol	cohol	cohol	cohol

- - - - -

22.07 Undenatured ethyl alcohol of an alcoholic strength by volume of 80 % vol or higher; ethyl alcohol and other spirits, denatured, of any strength.

Reference: Vol. I, p. 571.

Amendment: Modifications to the rates of duty applicable to the ethyl alcohols classifiable to HS Codes 2207.10 and 2207.20.

Reason: To rectify an omission in the qualification of the rates of duty.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2207.10	-Undenatured ethyl alcohol of an alcoholic strength by volume of 80 % vol or higher				
2207.10.10.00	---For use as a spirituous or alcoholic beverage or for the manufacture of spirituous or alcoholic beverages litre	19.2¢	19.2¢	\$2.30	-
	/litre	/litre	/litre	/litre	
	of ab-	of ab-	of ab-	of ab-	
	solute	solute	solute	solute	
	ethyl	ethyl	ethyl	ethyl	
	al-	al-	al-	al-	
	cohol	cohol	cohol	cohol	

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2207.10.90.00	---Other	litre 3.84¢	7.68¢	15.35¢	
		/litre	/litre	/litre	
		of ab-	of ab-	of ab-	
		solute	solute	solute	
		ethyl	ethyl	ethyl	
		al-	al-	al-	
		cohol	cohol	cohol	
2207.20	-Ethyl alcohol and other spirits, denatured, of any strength ---Ethyl alcohol				
2207.20.11.00	----Imported in accordance with the specifications prescribed by the <u>Excise Act</u> and the regulations made there- under	litre 3.84¢	7.68¢	15.35¢	-
		/litre	/litre	/litre	
		of ab-	of ab-	of ab-	
		solute	solute	solute	
		ethyl	ethyl	ethyl	
		al-	al-	al-	
		cohol	cohol	cohol	
2207.20.19.00	----Other	litre 19.2¢	19.2¢	\$2.30	-
		/litre	/litre	/litre	
		of ab-	of ab-	of ab-	
		solute	solute	solute	
		ethyl	ethyl	ethyl	
		al-	al-	al-	
		cohol	cohol	cohol	

- - - - -

22.08 Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80 % vol; spirits, liqueurs and other spirituous beverages; compound alcoholic preparations of a kind used for the manufacture of beverages.

Reference: Vol. I, pp. 572-3.

Amendment: Modifications to the rates of duty applicable to most of the goods falling under this heading.

Reason: To rectify an omission in the qualification of the rates of duty.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2208.20.00.	-Spirits obtained by distilling grape wine or grape marc	19.2¢ /litre of ab- solute ethyl al- cohol	19.2¢ /litre of ab- solute ethyl al- cohol	\$3.07 /litre of ab- solute ethyl al- cohol	Free
2208.30.00.	-Whiskies	7.67¢ /litre of ab- solute ethyl al- cohol	7.67¢ /litre of ab- solute ethyl al- cohol	\$2.30 /litre of ab- solute ethyl al- cohol	5.1¢ /litre of ab- solute ethyl al- cohol
2208.40	-Rum and tafia				
2208.40.10.	---Rum	19.2¢ /litre of ab- solute ethyl al- cohol	38.4¢ /litre of ab- solute ethyl al- cohol	\$2.30 /litre of ab- solute ethyl al- cohol	Free
2208.40.20.00	---Tafia litre	19.2¢ /litre of ab- solute ethyl al- cohol	19.2¢ /litre of ab- solute ethyl al- cohol	\$2.30 /litre of ab- solute ethyl al- cohol	12.8¢ /litre of ab- solute ethyl al- cohol
2208.50.00.	-Gin and Geneva	7.67¢ /litre of ab- solute ethyl al- cohol	7.67¢ /litre of ab- solute ethyl al- cohol	\$2.30 /litre of ab- solute ethyl al- cohol	5.1¢ /litre of ab- solute ethyl al- cohol

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2208.90	-Undenatured ethyl alcohol of an alcoholic strength by volume of less than 80 % vol; other spirits, liqueurs and spirituous beverages				
2208.90.10.00	---Vodka litre	19.2¢ /litre of ab- solute ethyl al- cohol	19.2¢ /litre of ab- solute ethyl al- cohol	\$2.30 /litre of ab- solute ethyl al- cohol	12.8¢ /litre of ab- solute ethyl al- cohol
2208.90.20.00	---Tequila litre	Free	Free	\$2.30 - /litre of ab- solute ethyl al- cohol	
2208.90.30.00	---Liqueurs litre	19.2¢ /litre of ab- solute ethyl al- cohol	19.2¢ /litre of ab- solute ethyl al- cohol	\$2.30 /litre of ab- solute ethyl al- cohol	Free
2208.90.41.00	---Undenatured ethyl alcohol ----For use as a spirituous or alcoholic beverage or for the manufacture of spirituous or alcoholic beverages litre	19.2¢ /litre of ab- solute ethyl al- cohol	19.2¢ /litre of ab- solute ethyl al- cohol	\$2.30 - /litre of ab- solute ethyl al- cohol	
2208.90.49.00	----Other undenatured ethyl alcohol litre	3.84¢ /litre of ab- solute ethyl al- cohol	7.68¢ /litre of ab- solute ethyl al- cohol	15.35¢ - /litre of ab- solute ethyl al- cohol	

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	---Other spirits and spirituous beverages				
2208.90.99.	----Other	\$2.20 /litre of ab- solute ethyl al- cohol and 30%	\$2.20 /litre of ab- solute ethyl al- cohol and 30%	\$2.20 /litre of ab- solute ethyl al- cohol and 30%	-

CHAPTER 24

24.02 Cigars, cheroots, cigarillos and cigarettes, of tobacco or of tobacco substitutes.

Reference: Vol. I, p. 615.

Amendment: Provision of a Free rate under the GP Tariff for hand-rolled cigars and like products classifiable under HS Code 2402.10.

Reason: Introduction of tariff item 14310-1: Budget 1985, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2402.10	-Cigars, cheroots and cigarillos, containing tobacco				
2402.10.10.00	---Hand-rolled (1) kg	\$3.20 /kg and 10%	\$3.20 /kg and 10%	\$6.61 /kg and 20%	Free
2402.10.90.00	---Other (1) kg	\$3.20 /kg and 10%	\$3.20 /kg and 10%	\$6.61 /kg and 20%	\$2.13 /kg and 6.5%

- - - - -

24.03 Other manufactured tobacco and manufactured tobacco substitutes; "homogenised" or "reconstituted" tobacco; tobacco extracts and essences.

(1) Include the weight of the bands and ribbons in the weight for duty.

Reference: Vol. I, pp. 615-6.

Amendments: (i) Inclusion of loose leaf chewing tobacco with plug chewing tobacco under one tariff line.

(ii) Revision in the rates of duty applicable to plug tobacco.

Reasons: (i) To apply the same tariff treatment to essentially similar products: request by Imasco Limited and subsidiary companies.

(ii) To accord with the rates of duty provided under existing tariff item 14500-1.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2403.99	--Other manufactured tobacco and manufactured tobacco substitutes; tobacco extracts and essences				
2403.99.10.00	---Snuff kg	77.18 t/kg	77.18 t/kg	\$1.21 /kg	-
2403.99.90.	----Other	\$1.21 /kg	\$1.54 /kg	\$1.54 /kg	-
10	-----Plug chewing tobacco and loose leaf chewing tobaccos kg				
90	-----Other kg				

The Board is unable to accede to another request from Imasco Limited and its subsidiaries for processed tobacco stems to be specifically categorized as "tobacco refuse" under line 2401.30.00, with a MFN rate of duty of 10.2 p.c., since this product is now entered under tariff item 14500-1 as "manufactured tobacco, n.o.p.", at a MFN rate equivalent of \$1.54/kg.

CHAPTER 27

27.10 Petroleum oils and oils obtained from bituminous minerals, other than crude; preparations not elsewhere specified or included, containing by weight 70 % or more of petroleum oils or of oils obtained from bituminous minerals, these oils being the basic constituents of the preparations.

Reference: Vol. II, Part 1, p. 107.

Amendment: Change in wording of proposed HS line 2710.00.10.00 - "Lubricating oils; oils and preparations thereof, having a viscosity of 7.44 mm²/sec. or higher at 100°C, other than white oils".

Reasons: (i) To correct unintentional error: noted by Petro-Canada Inc.
(ii) To reflect change in wording of preamble to existing tariff items 27101-1 and 27102-1: Budget 1985, Schedule I.

Revised Recommended Schedule

MFN Rate

2710.00.10.00 ---Lubricating oils; oils and preparations thereof having a viscosity of 7.44 mm²/s or higher at 37.8 °C (100 °F), other than white oils litre 8%

CHAPTER 28

28.50 Hydrides, nitrides, azides, silicides and borides, whether or not chemically defined.

Reference: Vol. II, Part 1, p. 164.

Amendment: Insertion of additional tariff line under this heading to provide for higher rates of duty on sodium azide.

Reason: To restore rates of duty on sodium azide to those applicable under tariff item 92857-3: request by C-I-L Inc.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2850.00.10.00	---Sodium azide kg	9.2%	9.2%	25%	6%
2850.00.90.	---Other	Free	Free	25%	Free
10	-----Hydrides kg				
	-----Nitrides				
21	-----Boron nitride kg				
29	-----Other nitrides kg				
30	-----Azides, excluding sodium azide kg				
40	-----Silicides kg				
50	-----Borides kg				

CHAPTER 29

- 29.36 Provitamins and vitamins, natural or reproduced by synthesis (including natural concentrates), derivatives thereof used primarily as vitamins, and intermixtures of the foregoing, whether or not in any solvent.

Reference: Vol. II, Part 1, p. 243.

A request was received from Hoffman-La Roche Limited for vitamin B₂ (riboflavin or lactoflavin) for use in the manufacture of feeds to be provided for in the Supplementary Annex, rather than under special end-use item 2936.23.10. As the goods in question would, in any event, retain the duty-free status which they presently enjoy under tariff item 21940-1, the Board can see no reason to accept this proposal, nor the alternative suggestion that the goods be included with those of tariff item 21950-1 in proposed Annex item 0750.

Accordingly, no change to the previously-submitted HS schedule is recommended in this regard.

CHAPTER 30

- 30.02 Human blood; animal blood prepared for therapeutic, prophylactic or diagnostic uses; antisera and other blood fractions; vaccines, toxins, cultures of micro-organisms (excluding yeasts) and similar products.

Reference: Vol. II, Part 1, pp. 297-8.

Amendment: Upward revision in the BP and MFN rates of duty.

Reason: Rate changes to tariff item 22001-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3002.10.29. ----Other blood fractions .	9.5%	9.5%	25%	6%
containing more than				
23 % of absolute ethyl				
alcohol by volume,				
additional duty of . .	33¢/	33¢/	44¢/	22¢/
	litre	litre	litre	litre

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3002.39.90.00	---Other vaccines for veterinary medicine	- 9.5%	9.5%	25%	6%

- - - - -

30.03 Medicaments (excluding goods of heading No. 30.02, 30.05 or 30.06) consisting of two or more constituents which have been mixed together for therapeutic or prophylactic uses, not put up in measured doses or in forms or packings for retail sale.

Reference: Vol. II, Part 1, pp. 298-9.

Amendment: Upward revision in the BP and MFN rates of duty.

Reason: Rate changes to tariff item 22001-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3003.10.00.00	-Containing penicillins or derivatives thereof, with a penicillanic acid structure, or streptomycins or their derivatives kg	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	33¢/litre	33¢/litre	44¢/litre	22¢/litre
3003.20.00.00	-Containing other antibiotics kg	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	33¢/litre	33¢/litre	44¢/litre	22¢/litre
3003.31	-Containing hormones or other products of heading No. 29.37 but not containing antibiotics				
3003.31	--Containing insulin				
3003.31.90.00	---Other kg	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	33¢/litre	33¢/litre	44¢/litre	22¢/litre

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3003.39	--Other					
3003.39.90.00	---Other	kg	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .		33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre
3003.40.00.00	-Containing alkaloids or derivatives thereof but not containing hormones or other products of heading No. 29.37 or antibiotics .	kg	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .		33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre
3003.90	-Other medicaments consisting of two or more constituents					
3003.90.90.00	---Other	kg	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .		33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre

- - - - -

30.04 Medicaments (excluding goods of heading No. 30.02, 30.05 or 30.06) consisting of mixed or unmixed products for therapeutic or prophylactic uses, put up in measured doses or in forms or packings for retail sale.

Reference: Vol. II, Part 1, pp. 300-3.

Amendment: Upward revision in the BP and MFN rates of duty.

Reason: Rate changes to tariff item 22001-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3004.10.00.	-Containing penicillins or derivatives thereof, with a penicillanic acid structure, or streptomycins or their derivatives	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre
3004.20.00.	-Containing other antibiotics	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre
	-Containing hormones or other products of heading No. 29.37 but not containing antibiotics				
3004.31	--Containing insulin				
3004.31.90.00	---Other	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre
3004.32.00.	--Containing adrenal cortex hormones	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre
3004.39	--Containing other hormones or products of heading No. 29.37				

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3004.39.90	---Other containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	9.5%	9.5%	25%	6%
		33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre
3004.40.00.	-Containing alkaloids or derivatives thereof but not containing hormones, other products of heading No. 29.37 or antibiotics . . .	9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre
3004.50	-Other medicaments contain- ing vitamins or other pro- ducts of heading No. 29.36				
3004.50.90.	---Other containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	9.5%	9.5%	25%	6%
		33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre
3004.90	-Other medicaments consist- ing of mixed or unmixed products				
3004.90.90.	---Other medicaments containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	9.5%	9.5%	25%	6%
		33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre

- - - - -

30.05 Wadding, gauze, bandages and similar articles (for example, dressings, adhesive plasters, poultices), impregnated or coated with pharmaceutical substances or put up in forms or packings for retail sale for medical, surgical, dental or veterinary purposes.

Reference: Vol. II, Part 1, pp. 303-4.

Amendment: Upward revision in the BP and MFN rates of duty.

Reason: Rate changes to tariff item 22001-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3005.10	-Adhesive dressings and other articles having an adhesive layer				
3005.10.10.00	---Impregnated or coated with pharmaceutical substances	- 9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre
3005.90	-Other wadding, gauze, bandages and similar articles				
3005.90.30.00	---Other dressings, impregnated or coated with pharmaceutical substances	- 9.5%	9.5%	25%	6%
	containing more than 23 % of absolute ethyl alcohol by volume, additional duty of . .	33¢/ litre	33¢/ litre	44¢/ litre	22¢/ litre

A proposal was received from Squibb Canada Inc. for the wording of the above heading and of proposed tariff lines 3005.10.10 and 3005.90.30 to be amended to include "medicinal preparations", as well as "pharmaceutical substances", thus providing a more certain coverage of the goods of tariff item 22001-1, which encompasses "all medicinal and pharmaceutical preparations, compounded of more than one substance".

However, the descriptions of goods at the 4-digit and 6-digit levels of the Harmonized System are binding and cannot be changed unilaterally.

The Board is, therefore, not able to make a recommendation in this matter.

- - - - -

30.06 Pharmaceutical goods specified in Note 3 to this Chapter.

Reference: Vol. II, Part 1, pp. 304-5.

Amendment: Upward revision in the BP and MFN rates of duty.

Reason: Rate changes to tariff item 22001-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3006.60.00. -Chemical contraceptive preparations based on hormones or spermicides	9.5%	9.5%	25%	6%
containing more than 23 % of absolute ethyl alcohol by volume,				
additional duty of . .	33¢/litre	33¢/litre	44¢/litre	22¢/litre

CHAPTER 32

32.04 Synthetic organic colouring matter, whether or not chemically defined; preparations based on synthetic organic colouring matter as specified in Note 3 to this Chapter; synthetic organic products of a kind used as fluorescent brightening agents or as luminophores, whether or not chemically defined.

Reference: Vol. II, Part 1, p. 353.

Amendments: (i) Deletion of HS line 3204.17.90.34 - "Salt type red of C.I. No. 53:1 (Red Lake C)".
(ii) Insertion of new tariff line 3204.17.20.00, with withdrawal of preferential duty rates under the BP and GP Tariffs.
(iii) Change in wording of HS line 3204.17.90.30.
Reason: Amendment to tariff item 93205-3, with respect to Red Lake C: Budget 1985, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3204.17.20.00	---Salt type red of C.I. No. 53:1 (Red Lake C) kg	12.5%	12.5%	25%	-
3204.17.90.	---Other pigments and preparations based thereon . .	10%	12.5%	25%	8%
30	-----Pigment red (excluding quinacridone and salt type red of C.I. No. 53:1)				

- - - - -

32.12 Pigments (including metallic powders and flakes) dispersed in non-aqueous media, in liquid or paste form, of a kind used in the manufacture of paints (including enamels); stamping foils; dyes and other colouring matter put up in forms or packings for retail sale.

Reference: Vol. II, Part 1, p. 358.
Amendment: Revisions to wording and numbering of statistical sub-divisions under the above heading.
Reason: To provide for greater clarification of the nature of the relevant goods: request by Canbro Inc.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3212.90.00.	-Pigments; dyes and other colouring matter	9.2%	9.2%	25%	6%
	-----Pigments based on lamellar metallic powders, in paste form				

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
11 -----Of aluminum	kg			
12 -----Of copper or copper alloy	kg			
19 -----Other	kg			
-----Pigments based on metallic flakes, in paste form				
21 -----Of aluminum	kg			
22 -----Of copper or copper alloy	kg			
29 -----Other	kg			
30 -----Other metallic pigments	kg			
40 -----Other pigments	kg			
50 -----Dyes and other colouring matter put up in forms or packings for retail sale	-			

CHAPTER 33

33.04 Beauty or make-up preparations and preparations for the care of the skin (other than medicaments), including sunscreen or sun tan preparations; manicure or pedicure preparations.

Reference: Vol. II, Part 1, p. 378.

Amendment: Upward revision in the BP, MFN and GP rates of duty applicable to most tariff lines under this heading.

Reason: Rate changes to tariff item 23400-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3304.10.00.00 -Lip make-up preparations . litre	12.2%	12.2%	40%	8%
3304.20.00.00 -Eye make-up preparations . litre	12.2%	12.2%	40%	8%
-Other preparations				
3304.91.00.00 --Powders, whether or not compressed	-	12.2%	12.2%	40%
3304.99.00. --Other, including sunscreen or sun tan preparations .	12.2%	12.2%	40%	8%

- - - - -

33.05 Preparations for use on the hair.

Reference: Vol. II, Part 1, p. 378.

Amendment: Upward revision in the BP, MFN and GP rates of duty applicable to all tariff lines under this heading.

Reason: Rate changes to tariff item 23400-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3305.10.00.00	-Shampoos	- 12.2%	12.2%	40%	8%
3305.20.00.00	-Preparations for permanent waving or straightening . .	- 12.2%	12.2%	40%	8%
3305.30.00.00	-Hair lacquers	- 12.2%	12.2%	40%	8%
3305.90.00.00	-Other	- 12.2%	12.2%	40%	8%

- - - - -

33.06 Preparations for oral or dental hygiene, including denture fixative pastes and powders.

Reference: Vol. II, Part 1, p. 378.

Amendment: Upward revision in the BP, MFN and GP rates of duty applicable to all tariff lines under this heading.

Reason: Rate changes to tariff item 23400-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3306.10.00.00	-Dentifrices	- 12.2%	12.2%	40%	8%
3306.90.00.	-Other preparations for oral or dental hygiene	12.2%	12.2%	40%	8%

- - - - -

- 33.07 Pre-shave, shaving or after-shave preparations, personal deodorants, bath preparations, depilatories and other perfumery, cosmetic or toilet preparations, not elsewhere specified or included; prepared room deodorisers, whether or not perfumed or having disinfectant properties.

Reference: Vol. II, Part 1, p. 379.

Amendment: Upward revision in the BP, MFN and GP rates of duty applicable to most tariff lines under this heading.

Reason: Rate changes to tariff item 23400-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3307.10.00.00	-Pre-shave, shaving or after-shave preparations . -	12.2%	12.2%	40%	8%
3307.20.00.00	-Personal deodorants and antiperspirants -	12.2%	12.2%	40%	8%
3307.30.00.	-Perfumed bath salts and other bath preparations . .	12.2%	12.2%	40%	8%
3307.90.00.	-Depilatories and other perfumery, cosmetic, or other toilet preparations .	12.2%	12.2%	40%	8%

CHAPTER 34

- 34.02 Organic surface-active agents (other than soap); surface-active preparations, washing preparations (including auxiliary washing preparations) and cleaning preparations, whether or not containing soap, other than those of heading No. 34.01.

Reference: Vol. II, Part 1, pp. 395-6.

Amendments: (i) Upward revision in the BP, MFN and GP rates of duty applicable to most tariff lines under this heading.

(ii) Changes in the nomenclature and numbering of tariff lines under HS Code 3402.20 ("preparations put up for retail sale").

Reasons: Consequent upon Reference No. 159, (i) rate changes to tariff item 93402-1, and (ii) the introduction of tariff item 93402-5 ("automatic dishwasher detergents"): Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Organic surface-active agents, whether or not put up for retail sale				
3402.11.00.	--Anionic	10.3%	12.8%	25%	8.5%
3402.12.00.00	--Cationic kg	10.3%	12.8%	25%	8.5%
3402.13.00.	--Non-ionic	10.3%	12.8%	25%	8.5%
3402.19.00.00	--Other organic surface-active agents kg	10.3%	12.8%	25%	8.5%
3402.20	-Preparations put up for retail sale				
3402.20.10.00	---Automatic dishwasher detergents kg	16.9%	19.4%	25%	12.5%
3402.20.90.	---Other preparations . . .	10.3%	12.8%	25%	8.5%
	----Other detergents				
11	-----Laundry kg				
12	-----Other dishwashing . . kg				
19	-----Other kg				
20	----Window-cleaning preparations -				
30	----Oven-cleaning preparations -				
40	----Metal-cleaning preparations, household type, excluding cutlery-cleaning preparations of heading No. 34.05 . -				
50	----Toilet-bowl cleaning preparations -				
60	----Rug- and carpet-cleaning preparations . -				
70	----Bleaching and blueing preparations, household type -				
90	----Other preparations put up for retail sale . . -				
3402.90.00.00	-Other preparations kg	10.3%	12.8%	25%	8.5%

CHAPTER 36

36.02 Prepared explosives, other than propellant powders.

Reference: Vol. II, Part 1, p. 427.

Amendment: Insertion of additional statistical lines.

Reason: To provide finer product breakdown for statistical information purposes: request by C-I-L Inc.

Revised Recommended Schedule

	<u>MFN Rate</u>
3602.00.00. Prepared explosives, other than propellant powders	12.5%
10 -----Based on nitroglycerin	kg
20 -----Based on ammonium nitrate, dry	kg
30 -----Water gels	kg
40 -----Emulsions	kg
90 -----Other	kg

- - - - -

36.03 Safety fuses; detonating fuses; percussion or detonating caps; igniters; electric detonators.

Reference: Vol. II, Part 1, p. 427.

Amendment: Insertion of additional statistical lines.

Reason: To provide finer product breakdown for statistical information purposes: request by C-I-L Inc.

Revised Recommended Schedule

	<u>MFN Rate</u>
3603.00.00. Safety fuses; detonating fuses; percussion or detonating caps; igniters; electric detonators	12.5%
10 -----Safety fuses	-
20 -----Safety fuse assemblies, complete, including caps and igniters	-
30 -----Detonating fuses	-
40 -----Percussion caps	-
50 -----Detonating caps	-
60 -----Igniters	-
70 -----Electric detonators	-

CHAPTER 37

37.01 Photographic plates and film in the flat, sensitised, unexposed, of any material other than paper, paperboard or textiles; instant print film in the flat, sensitised, unexposed, whether or not in packs.

Reference: Vol. II, Part 1, p. 441.

Amendment: Changes in the rates of duty applicable to photographic plates for holography, set variously at 9.2% and 10% MFN.

Reason: To restore the MFN rate to that applicable under tariff item 18715-1: request by Tracon Consultants Ltd.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3701.30	-Other plates and film, with any side exceeding 255 mm ---Plates				
3701.30.11.00	----For holography	- 7.5%	8%	30%	5%
3701.30.19.00	----Other plates	- 9.2%	9.2%	25%	6%
	-Other plates and film, with no side exceeding 255 mm --For colour photography (polychrome)				
3701.91					
3701.91.10.00	----For holography	- 7.5%	8%	30%	5%
3701.91.90.00	----Other	- 10%	10%	30%	6.5%
3701.99	--Other				
3701.99.10.00	----For holography	- 7.5%	8%	30%	5%
3701.99.90.00	----Other	- 10%	10%	30%	6.5%

- - - - -

37.02 Photographic film in rolls, sensitised, unexposed, of any material other than paper, paperboard or textiles; instant print film in rolls, sensitised, unexposed.

Reference: Vol. II, Part 1, pp. 441-2.

Amendments: (i) Upward revision in the MFN rate of duty applicable to micro-film under various HS subheadings.

(ii) Reduction in the proposed MFN rate of duty of 10.2% applicable to 16 mm negative cine motion picture film (variously classified to HS Codes 3702.51, 3702.52, 3702.91 and 3702.92), and 35 mm negative cine motion picture film (variously classified to HS Codes 3702.53, 3702.54, 3702.55, 3702.93 and 3702.94).

- Reasons: (i) Introduction of tariff item 18701-1, consequent upon Reference No. 159: Budget 1984, Schedule I.
- (ii) To restore the respective MFN rates to those applicable under tariff items 18725-1 (9.2 p.c.) and 18710-1 (6.8 p.c.): request by Tracon Consultants Ltd.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3702.32	--Other, with silver halide emulsion				
3702.32.10.00	---Microfilm	- Free	11.3%	30%	Free
3702.32.90.00	---Other	- Free	10.2%	30%	Free
3702.39	--Other				
3702.39.10.00	---Microfilm	- Free	11.3%	30%	Free
3702.39.90.00	---Other	- Free	10.2%	30%	Free
3702.44	--Of a width exceeding 105 mm but not exceeding 610 mm				
3702.44.10.00	---Microfilm	Free	11.3%	30%	Free
3702.44.90.00	---Other	Free	10.2%	30%	Free
3702.91	--Of a width not exceeding 16 mm and of a length not exceeding 14 m				
3702.91.10.00	---Microfilm	- Free	11.3%	30%	Free
3702.91.90.00	---Other	- Free	10.2%	30%	Free
3702.92	--Of a width not exceeding 16 mm and of a length exceeding 14 m				
3702.92.10.00	---Microfilm	- Free	11.3%	30%	Free
3702.92.90.00	---Other	- Free	10.2%	30%	Free
3702.93	--Of a width exceeding 16 mm but not exceeding 35 mm and of a length not exceeding 30 m				
3702.93.10.00	---Microfilm	- Free	11.3%	30%	Free
3702.93.90.00	---Other	- Free	10.2%	30%	Free
3702.94	--Of a width exceeding 16 mm but not exceeding 35 mm and of a length exceeding 30 m				
3702.94.10.00	---Microfilm	- Free	11.3%	30%	Free
3702.94.90.00	---Other	- Free	10.2%	30%	Free

Other Recommendations

In regard to 16 mm and 35 mm film for exposure in motion picture cameras, the Board recommends that these goods be provisionally provided for in the Supplementary Annex at MFN rates of duty of 9.2 p.c. and 6.8 p.c. respectively (see infra, pp. 118-19).

A request was also received from Tracon Consultants Ltd. for the restoration in HS line 3702.95.00.00 of the MFN rate of duty of 6.8 p.c. attaching to aerial film under existing tariff item 18705-1. Such a recommendation has, in fact, already been made by the Board (see Vol. II, Part 1, p. 442).

- - - - -

37.03 Photographic paper, paperboard and textiles, sensitised, unexposed.

Reference: Vol. II, Part 1, p. 442.

Amendment: Upward revision in the MFN rate of duty on all sub-divisions of goods under this heading.

Reason: Rate changes to tariff item 18700-1, consequent upon Reference No. 159.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3703.10.00.00	-In rolls of a width exceeding 610 mm -	Free	10.4%	30%	Free
3703.20.00.00	-Other, for colour photography (polychrome) -	Free	10.4%	30%	Free
3703.90.00.00	-Other -	Free	10.4%	30%	Free

In its submission, Tracon questioned the use of the term "polychrome" as a description for film. This opinion was expressed with particular reference to HS Code 3703.20. However, the term "polychrome" is also used in

the description of HS Codes 3701.91, 3702.31, 3702.41 and 3702.50 (see Vol. II, Part 1, pp. 441, 442). Hence, it is a feature of the 6-digit subheading classification system and, as such, cannot be changed unilaterally.

There appears to be no definition of the term in the Explanatory Notes or Chapter Notes of the Harmonized System. However, in the Description of Goods the term "polychrome" invariably occurs in parenthesis after the words "for colour photography", and this indicates that it refers to film for colour photography. In the same way, the term "monochrome" is used in the Harmonized System to refer to film for black and white photography.

The Board sees no problem of interpretation in this regard, but nevertheless draws the matter to the attention of the Minister.

CHAPTER 38

38.16 Refractory cements, mortars, concretes and similar compositions, other than products of heading No. 38.01.

Reference: Vol. II, Part 1, p. 481.

Amendment: Change in wording of HS line 3816.00.00.20 and deletion of proposed line 6902.90.90.30 - "Plastic firebricks".

Reason: Clarification of classification: suggested by The Refractories Association of Canada.

Revised Recommended Schedule

	<u>MFN Rate</u>
3816.00.00. Refractory cements, mortars, concretes and similar compositions, other than products of heading No. 38.01	9.1%
20 -----Plastic firebrick or ramming mixes . .	kg

Other Recommendation

Deletion of proposed line 6902.90.90.30 - "Plastic firebricks" - from the draft HS schedule.

CHAPTER 39

39.01 Polymers of ethylene, in primary forms.

Reference: Vol. II, Part 1, p. 545.

Amendment: Upward revision in the BP, MFN and GP rates of duty applicable to all sub-divisions of goods under this heading.

Reason: Rate changes to tariff items 93902-3 and 93902-42, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3901.10.00.	-Polyethylene having a specific gravity of less than 0.94	10.2%	10.2%	20%	6.5%
10	-----Having a specific gravity of less than 0.915 (very low) . . . kg				
90	-----Other				kg
3901.20.00.00	-Polyethylene having a specific gravity of 0.94 or more	kg 10.2%	10.2%	20%	6.5%
3901.30.00.00	-Ethylene-vinyl acetate copolymers	kg 10.2%	10.2%	20%	6.5%
3901.90.00.00	-Other (1)	kg 10.2%	10.2%	20%	6.5%

- - - - -

39.03 Polymers of styrene, in primary forms.

Reference: Vol. II, Part 1, p. 545.

Amendment: Change in the BP, MFN and GP rates of duty applicable to tariff line 3903.30.90.00, indicated as 9.8%, 9.8% and 6.5% respectively in the recommended schedule.

(1) See Subheading Legal Note 1.

Reason: To rectify transcription errors: noted by Borg-Warner Chemicals, Borg-Warner (Canada) Ltd., and Monsanto Canada Inc.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3903.30	-Acrylonitrile-butadiene-styrene (ABS) copolymers				
3903.30.90.00	---Other kg	9.5%	9.5%	20%	6%
- - - - -					

39.08 Polyamides in primary forms.

Reference: Vol. II, Part 1, p. 547.

Amendment: Increase in the rates of duty applicable to polycaprolactam with admixtures, set at 7.5% MFN in HS line 3908.10.10.00 - "Polycaprolactam".

Reason: To accord with present tariff treatment: request by Du Pont Canada Inc.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3908.10	-Polyamide-6, -11, -12, -6,6, -6,9, -6,10 or -6,12				
3908.10.10.00	---Polycaprolactam without admixtures kg	7.5%	7.5%	20%	5%
3908.10.90.00	---Other (1) kg	9.1%	9.1%	25%	6%
- - - - -					

39.15 Waste, parings and scrap, of plastics.

Reference: Vol. II, Part 1, p. 549.

Amendment: Upward revision in the BP, MFN and GP rates of duty applicable to HS line 3915.10.00.00.

Reason: Rate changes to tariff items 93902-3 and 93902-42, consequent upon Reference No. 159: Budget 1984, Schedule I.

(1) See Canadian Legal Note 1.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3915.10.00.00 -Of polymers of ethylene . . kg	10.2%	10.2%	20%	6.5%

- - - - -

39.16 Monofilament of which any cross-sectional dimension exceeds 1 mm, rods, sticks and profile shapes, whether or not surface-worked but not otherwise worked, of plastics.

Reference: Vol. II, Part 1, p. 549.

Amendment: Upward revision in the BP and MFN rates of duty applicable to HS line 3916.10.00.

Reason: Rate changes to tariff items 93902-82 and 93907-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3916.10.00.00 -Of polymers of ethylene . . kg	13.6%	13.6%	25%	9%

- - - - -

39.17 Tubes, pipes and hoses, and fittings therefor (for example, joints, elbows, flanges), of plastics.

Reference: Vol. II, Part 1, pp. 550-1.

Amendment: Upward revision in the BP and MFN rates of duty applicable to most of the tariff lines under this heading.

Reason: Rate changes to tariff item 93907-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3917.10 -Artificial guts (sausage casings) of hardened protein or of cellulosic materials				

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3917.10.20.	---Tied	13.6%	13.6%	30%	9%
	-Tubes, pipes and hoses, rigid				
3917.21.00.	--Of polymers of ethylene .	13.6%	13.6%	30%	9%
3917.22.00.00	--Of polymers of propylene . kg	13.6%	13.6%	30%	9%
3917.23.00.	--Of polymers of vinyl chloride	13.6%	13.6%	30%	9%
3917.29.00.	--Of other plastics . . (1)	13.6%	13.6%	30%	9%
	-Other tubes, pipes and hoses				
3917.31.00.	--Flexible tubes, pipes and hoses, having a minimum burst pressure of 27.6 MPa	13.6%	13.6%	25%	9%
3917.32.00.	--Other, not reinforced or otherwise combined with other materials, without fittings	13.6%	13.6%	30%	9%
3917.33.00.	--Other, not reinforced or otherwise combined with other materials, with fittings	13.6%	13.6%	30%	9%
3917.39.00.	--Other tubes, pipes and hoses	13.6%	13.6%	30%	9%
3917.40.00.	-Fittings	13.6%	13.6%	30%	9%

- - - - -

39.20 Other plates, sheets, film, foil and strip, of
plastics, non-cellular and not reinforced,
laminated.

Reference: Vol. II, Part 1, p. 552.

Amendment: Upward revision in the BP and MFN rates of duty applicable to HS
line 3920.10.00.

Reason: Rate changes to tariff item 93902-82, consequent upon Reference
No. 159: Budget 1984, Schedule I.

(1) See Subheading Legal Note 1.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3920.10.00.	-Of polymers of ethylene . .	13.6%	13.6%	25%	9%

- - - - -

39.21 Other plates, sheets, film, foil and strip, of plastics.

Reference: Vol. II, Part 1, p. 554.

Amendments: (i) Upward revision in the BP and MFN rates of duty applicable to cellular polyethylene products classifiable to HS line 3921.19.00.10.

(ii) Insertion of additional tariff line to provide for higher BP and MFN rates of duty with respect to non-cellular polyethylene products falling under HS Code 3921.90.

Reasons: (i) Introduction of tariff item 93902-77, consequent upon Reference No. 159: Budget 1984, Schedule I.

(ii) Rate changes to tariff item 93902-82, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Cellular				
3921.19	--Of other plastics . . (1)				
3921.19.10.00	---Of polyethylene kg	13.9%	13.9%	25%	9%
3921.19.90.00	---Other kg	13.5%	13.5%	25%	9%

3921.90 -Other than cellular

3921.90.30.00	---Of polyethylene kg	13.6%	13.6%	25%	9%
---------------	---------------------------------	-------	-------	-----	----

- - - - -

39.22 Baths, shower-baths, wash-basins, bidets, lavatory pans, seats and covers, flushing cisterns and similar sanitary ware, of plastics.

Reference: Vol. II, Part 1, p. 555.

(1) See Subheading Legal Note 1.

- Amendments: (i) Upward revision in the BP and MFN rates of duty applicable to all goods classifiable under this heading.
(ii) Elimination of the GP rate of duty on all relevant goods other than those of HS line 3922.90.90.00.
- Reasons: (i) Rate changes to tariff items 28900-1 and 93907-1, consequent upon Reference No. 159: Budget 1984, Schedule I.
(ii) Removal of duty under the General Preferential Tariff: Budget 1983.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3922.10.00.	-Baths, shower-baths and wash basins	11.4%	11.4%	35%	Free
3922.20.00.	-Lavatory (toilet) seats and covers	11.4%	11.4%	35%	Free
3922.90	-Other sanitary ware				
3922.90.10.	---Lavatory pans (toilet bowls), flushing cisterns (toilet tanks) and urinals	11.4%	11.4%	35%	Free
3922.90.90.00	---Other -	13.6%	13.6%	30%	9%

- - - - -

39.23 Articles for the conveyance or packing of goods, of plastics; stoppers, lids, caps and other closures, of plastics.

- Reference: Vol. II, Part 1, pp. 555-6.
- Amendments: (i) Upward revision in the BP and MFN rates of duty applicable to all goods classifiable under this heading.
(ii) Insertion of additional tariff lines to provide for higher BP and MFN rates of duty on bottles and bottle caps classifiable under HS Codes 3923.30 and 3923.50 respectively.
- Reasons: Consequent upon Reference No. 159, (i) rate changes to tariff item 93907-1, and (ii) introduction of tariff items 93907-11 and 93907-12: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3923.10.00.	-Boxes, cases, crates and similar articles	13.6%	13.6%	30%	9%
	-Sacks and bags (including cones)				
3923.21.00.	--Of polymers of ethylene .	13.6%	13.6%	30%	9%
3923.29.00.	--Of other plastics . . (1)	13.6%	13.6%	30%	9%
3923.30	-Carboys, bottles, flasks and similar articles				
3923.30.10.	---Bottles	13.7%	13.7%	30%	9%
	-----Of polymers of ethylene				
11	-----Of a capacity not exceeding 2 litres . . -				
12	-----Of a capacity exceed- ing 2 litres -				
	-----Of polymers of vinyl chloride				
21	-----Of a capacity not exceeding 2 litres . . -				
22	-----Of a capacity exceed- ing 2 litres -				
	-----Of polyethylene tere- phthalate				
31	-----Of a capacity not exceeding 2 litres . . -				
32	-----Of a capacity exceed- ing 2 litres -				
	-----Of polycarbonates				
41	-----Of a capacity not exceeding 2 litres . . -				
42	-----Of a capacity exceed- ing 2 litres -				
	-----Other				
91	-----Of a capacity not exceeding 2 litres . . -				
92	-----Of a capacity exceed- ing 2 litres -				

(1) See Subheading Legal Note 1.

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3923.30.20.	---Carboys, flasks and similar articles	13.6%	13.6%	30%	9%
	-----Of polymers of ethylene				
11	-----Of a capacity not exceeding 2 litres . . -				
12	-----Of a capacity exceeding 2 litres -				
	-----Of polymers of vinyl chloride				
21	-----Of a capacity not exceeding 2 litres . . -				
22	-----Of a capacity exceeding 2 litres -				
	-----Of polyethylene terephthalate				
31	-----Of a capacity not exceeding 2 litres . . -				
32	-----Of a capacity exceeding 2 litres -				
	-----Of polycarbonates				
41	-----Of a capacity not exceeding 2 litres . . -				
42	-----Of a capacity exceeding 2 litres -				
	-----Other				
91	-----Of a capacity not exceeding 2 litres . . -				
92	-----Of a capacity exceeding 2 litres -				
3923.40.00.	-Spools, cops, bobbins and similar supports	13.6%	13.6%	30%	9%
3923.50	-Stoppers, lids, caps and other closures				
3923.50.10.	---Bottle caps	13.8%	13.8%	30%	9%
10	-----Screw-on type -				
90	-----Other -				
3923.50.20.	---Stoppers, lids and other closures	13.6%	13.6%	30%	9%
10	-----Lids for cups -				
20	-----Brush-on closures . . . -				
30	-----Shaker-type tops for cans -				
90	-----Other -				
3923.90.00.	-Other articles for the conveyance or packing of goods	13.6%	13.6%	30%	9%

- - - - -

39.24 Tableware, kitchenware, other household articles
and toilet articles, of plastics.

Reference: Vol. II, Part 1, pp. 556-7.

Amendments: (i) Upward revision in the BP and MFN rates of duty applicable to goods classifiable to HS Code 3924.10 and tariff line 3924.90.90.

(ii) Insertion of additional tariff lines to provide for higher BP and MFN rates of duty on most articles of tableware classifiable to HS Code 3924.10.

Reasons: Consequent upon Reference No. 159, (i) rate changes to tariff item 93907-1, and (ii) introduction of tariff item 93907-13: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3924.10	-Tableware and kitchenware				
	---Tableware				
3924.10.11.	----Disposable	13.6%	13.6%	30%	9%
10	-----Tumblers	-			
20	-----Cups	-			
90	-----Other	-			
3924.10.19.	----Other	14.2%	14.2%	30%	9%
10	-----Tumblers	-			
20	-----Utensils	-			
90	-----Other	-			
3924.10.20.	---Kitchenware	13.6%	13.6%	30%	9%
10	-----Utensils	-			
20	-----Food storage con-				
	tainers	-			
30	-----Utensil organizers				
	(tray or carousel) . .	-			
40	-----Microwave oven cook-				
	ware	-			
90	-----Other	-			
3924.90	-Other household articles				
	and toilet articles				
3924.90.90.	---Other	13.6%	13.6%	30%	9%

- - - - -

39.25 Builders' ware of plastics, not elsewhere specified
or included.

Reference: Vol. II, Part 1, p. 557.

Amendments: (i) Upward revision in the BP and MFN rates of duty applicable to most of the goods classifiable under this heading.

(ii) Inclusion of separate provision for window shades mounted on rollers.

Reasons: (i) Rate changes to tariff item 93907-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

(ii) To restore existing rates under tariff item 57600-1 (see discussion under heading 63.03).

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3925.10.00.00	-Reservoirs, tanks, vats and similar containers, of a capacity exceeding 300 litres	- 13.6%	13.6%	30%	9%
3925.20.00.00	-Doors, windows and their frames and thresholds for doors	- 13.6%	13.6%	30%	9%
3925.30	-Shutters, blinds (including Venetian blinds) and similar articles and parts thereof				
3925.30.10.00	---Window shades mounted on rollers	- 18%	20%	40%	13%
3925.30.90.	---Other	13.5%	13.5%	30%	9%
10	-----Venetian blinds	-			
90	-----Other	-			
3925.90.00.	-Other builders' ware . . .	13.6%	13.6%	30%	9%

- - - - -

39.26 Other articles of plastics and articles of other materials of heading Nos. 39.01 to 39.14.

Reference: Vol. II, Part 1, pp. 558-9.

Amendments: (i) Upward revision in the BP and MFN rates of duty applicable to various goods classifiable under this heading.

(ii) Rearrangement of sub-divisions of HS Code 3926.20 to provide for higher BP and MFN rates of duty on disposable gloves.

- (iii) Insertion of additional tariff lines under HS Code 3926.90 to provide for reduced BP, MFN and GP rates rates of duty on plastic labels and conveyor belts respectively.
- (iv) Re-arrangement of provisions under HS Code 3926.90 to provide for entry for welders' face shields of tariff item 56940-1 and for safety face shields and adaptors therefore under tariff item 41040-1.

Reasons:

- Consequent upon Reference No. 159, (i) rate changes to tariff item 93907-1, and (ii) introduction of tariff item 56831-1 with reference to disposable gloves.
- (iii) Restoration of rates of duty to those applicable under tariff items 17900-1 and 42700-1 respectively: requests by Sharp Electronics of Canada Ltd. and by the Canadian Fertilizer Institute on behalf of The Potash Corporation of Saskatchewan.
- (iv) Retention of free entry for face shields, as provided in 1985 Budget Resolutions.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3926.10.00.	-Office or school supplies .	13.6%	13.6%	30%	9%
3926.20	-Articles of apparel and clothing accessories (including gloves)				
	---Mittens and gloves				
3926.20.11.00	----Disposable gloves . . . pair	20.5%	25.5%	45%	17%
3926.20.12.	----Mittens and other gloves	20%	25%	45%	16.5%
	10 ----Mittens pair				
	20 ----Gloves pair				
3926.20.90.	---Other articles of apparel and clothing accessories.	13.6%	13.6%	30%	9%
3926.30.00.00	-Fittings for furniture, coachwork or the like . . . kg	13.6%	13.6%	30%	9%
3926.40.90.00	---Other ornamental articles -	13.6%	13.6%	30%	9%
3926.90	-Other				
3926.90.20.00	---Transmission, conveyor or elevator belts -	2.5%	9.2%	35%	2.5%
	---Signs, signboards, letters and numbers				

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3926.90.31.00	----Tags, tickets or labels, whether lithographed or printed, or partly printed	-	11.3%	11.3%	35%	Free
3926.90.39.00	----Other signs, signboards, letters and numbers . .	-	13.6%	13.6%	30%	9%
	---Safety equipment and parts thereof					
3926.90.41.00	----Welders' and other safety face shields; face shield adaptors for safety helmets	-	Free	Free	Free	Free
3926.90.49.	----Other safety equipment and parts thereof . . .		13.6%	13.6%	30%	9%
10	----Life preservers, for water	No.				
90	----Other	-				
3926.90.90.	---Other		13.6%	13.6%	30%	9%
	----Fittings of general use					
11	-----Bolts, nuts, screws and washers	kg				
12	-----Gaskets	kg				
13	-----Chains, decorative . .	-				
19	-----Other fittings	-				
20	----Seat covers, auto-motive	-				
30	----Pet supplies	-				
	----Lawn sprinklers; shower heads, hand held or fixed					
41	-----Lawn sprinklers . . .	-				
42	-----Shower heads	-				
50	----Floats for commercial fishing nets	No.				
	----Other articles					
91	-----Wheels	-				
92	-----Patient identification bracelets, for hospitals	-				
93	-----Buckets and pails . .	-				
94	-----Clothes pins	-				
95	-----Laboratory ware . . .	-				
99	-----Other	-				

CHAPTER 40

40.01 Natural rubber, balata, gutta-percha, guayule, chicle and similar natural gums, in primary forms or in plates, sheets or strip.

Reference: Vol. II, Part 1, p. 591.

Amendment: Upward revision in the BP and MFN rates of duty applicable to goods classifiable to HS line 4001.29.10.00.

Reason: Rate changes to tariff item 61800-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Natural rubber in other forms				
4001.29.10.00	---Crepe sheets; sheets and strips kg	10.3%	10.3%	27.5%	6.5%

- - - - -

40.05 Compounded rubber, unvulcanised, in primary forms or in plates, sheets or strip.

Reference: Vol. II, Part 1, p. 592.

Amendment: Upward revision in the BP and MFN rates of duty applicable to all goods classifiable under this heading.

Reason: Rate changes to tariff item 61800-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4005.10.00.00	-Compounded with carbon black or silica kg	10.3%	10.3%	27.5%	6.5%
4005.20.00.00	-Solutions; dispersions other than those of sub-heading No. 4005.10 kg	10.3%	10.3%	27.5%	6.5%
	-Other compounded rubber, unvulcanised				
4005.91.00.00	--Plates, sheets and strip . kg	10.3%	10.3%	27.5%	6.5%
4005.99.00.00	--Other kg	10.3%	10.3%	27.5%	6.5%

- - - - -

40.06 Other forms (for example, rods, tubes and profile shapes) and articles (for example, discs and rings), of unvulcanised rubber.

Reference: Vol. II, Part 1, p. 592.

Amendment: Upward revision in the BP and MFN rates of duty applicable to all goods classifiable under this heading.

Reason: Rate changes to tariff item 61800-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4006.10.00.00 -"Camel-back" strips for retreading rubber tires . . -	10.3%	10.3%	27.5%	6.5%
4006.90.00. -Other forms and articles of unvulcanised rubber	10.3%	10.3%	27.5%	6.5%

- - - - -

40.07 Vulcanised rubber thread and cord.

Reference: Vol. II, Part 1, p. 592.

Amendment: Upward revision in the BP and MFN rates of duty applicable to goods classifiable to HS line 4007.00.90.00.

Reason: Rate changes to tariff item 61800-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4007.00.90.00 ---Other kg	10.3%	10.3%	27.5%	6.5%

- - - - -

40.08 Plates, sheets, strip, rods and profile shapes, of vulcanised rubber other than hard rubber.

Reference: Vol. II, Part 1, p. 593.

Amendment: Upward revision in BP and MFN rates of duty applicable to all sub-divisions under this heading except HS line 4008.21.10.00.

Reason: Rate changes to tariff item 61800-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4008.11.00.	-Of cellular rubber --Plates, sheets and strip .	10.3%	10.3%	27.5%	6.5%
4008.19.00.	--Rods and profile shapes .	10.3%	10.3%	27.5%	6.5%
4008.21	-Of non-cellular rubber --Plates, sheets and strip				
4008.21.90.	---Other	10.3%	10.3%	27.5%	6.5%
4008.29.00.	--Rods and profile shapes .	10.3%	10.3%	27.5%	6.5%

- - - - -

40.10 Conveyor or transmission belts or belting, of vulcanised rubber.

Reference: Vol. II, Part 1, p. 594.

Amendment: Reduction in the MFN rate of duty of 17.5% in regard to certain of the goods classifiable under this heading.

Reason: To restore the MFN rate to 9.2 p.c., this being the rate at which the aforementioned goods have entered as "parts" under tariff item 42700-1: request by Ontario Hydro.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4010.10	-Of trapezoidal cross-section (V-belts and V-belting)				
4010.10.10.	---Cut to length, whether or not joined end to end or fitted with fasteners . .	2.5%	9.2%	35%	2.5%
10	-----Agricultural	-			
20	-----Automotive	-			
	-----Other, including variable speed				
91	-----Light duty	-			
92	-----Heavy duty	-			
99	-----Other	-			

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4010.10.90.	---Other	7.5%	17.5%	27.5%	7.5%
10	-----Agricultural	-			
20	-----Automotive	-			
	-----Other, including variable speed				
91	-----Light duty	-			
92	-----Heavy duty	-			
99	-----Other	-			
	-Other conveyor or trans- mission belts or belting				
4010.91	--Of a width exceeding 20 cm				
4010.91.10.	---Cut to length, whether or not joined end to end or fitted with fasteners . .	2.5%	9.2%	35%	2.5%
	-----Belts for conveying material				
11	-----Light duty (of a ten- sion rating not ex- ceeding 25 kg/cm) . .	-			
12	-----Heavy duty (of a ten- sion rating exceeding 25 kg/cm), except steel reinforced . . .	-			
13	-----Heavy duty (of a ten- sion rating exceeding 25 kg/cm), steel reinforced	-			
20	-----Belting of textile material, rubber coated	-			
90	-----Other	-			
4010.91.90.	---Other	7.5%	17.5%	27.5%	7.5%
	-----Belts for conveying material				
11	-----Light duty (of a ten- sion rating not ex- ceeding 25 kg/cm) . .	-			
12	-----Heavy duty (of a ten- sion rating exceeding 25 kg/cm), except steel reinforced . . .	-			
13	-----Heavy duty (of a ten- sion rating exceeding 25 kg/cm), steel reinforced	-			
20	-----Belting of textile material, rubber coated	-			
90	-----Other	-			

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4010.99	--Of a width not exceeding 20 cm				
4010.99.10.	----Cut to length, whether or not joined end to end or fitted with fasteners . .	2.5%	9.2%	35%	2.5%
10	-----Flat belts and belting for power transmission. -				
80	-----Other flat belts and belting -				
90	-----Other, including syn- chronous -				
4010.99.90.	---Other	7.5%	17.5%	27.5%	7.5%
10	-----Flat belts and belting for power transmission. -				
80	-----Other flat belts and belting -				
90	-----Other, including syn- chronous -				

- - - - -

40.11 New pneumatic tires (tyres), of rubber.

Reference: Vol. II, Part 1, pp. 594-5.

- Amendments: (i) Upward revision in the BP, MFN and GP rates of duty applicable to most of the goods classifiable under this heading.
- (ii) Reduction in the rates of duty applicable to certain tires for off-highway vehicles classifiable to HS line 4011.91.10.
- (iii) Introduction of additional sub-divisions of goods.
- (iv) Changes to the nomenclature of HS lines 4011.91.00 and 4011.91.00.90 (renumbered 4011.91.90.00).

- Reasons: (i) Consequent upon Reference No. 159, restructuring of tariff items relating to tires, with various changes in rates of duty: Budget 1984, Schedule I.
- (ii) and (iii) Subsequent changes to relevant items (now numbered 61815-2, 61815-5, 61815-6 and 61815-7): Budget 1986.
- (iv) Correction of errors in previous text (replacement of "threads" by "treads").

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4011.10.00.	-Of a kind used on motor cars (including station wagons and racing cars) . .	10.7%	10.7%	35%	7%

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4011.20.00.00	-Of a kind used on buses or lorries	No.	10.7%	10.7%	35%	7%
4011.40.00.00	-Of a kind used on motor-cycles	No.	10.7%	10.7%	35%	7%
4011.50.00.00	-Of a kind used on bicycles	No.	10.7%	10.7%	35%	7%
4011.91	-Other new pneumatic tires					
	--Having a "herring-bone" or similar tread					
4011.91.10.	---Tires, of sizes 3600 x 51 and 4000 x 57, for off-highway vehicles.		Free	Free	35%	Free
10	-----Of a kind used on tractors	No.				
20	-----Of a kind used on farming equipment	No.				
90	-----Other	No.				
4011.91.20.	---Tires for off-highway vehicles, the section width of the tire measuring at least 406.4 mm including normal side-walls but not including protective side ribs, bars or decorations, and the diameter of the tire rim measuring at least 609.6 mm, not including the tires of tariff item 4011.91.10 .		10.2%	10.2%	35%	6.5%
10	-----Of a kind used on tractors	No.				
20	-----Of a kind used on farming equipment	No.				
90	-----Other	No.				
4011.91.30.	---Other, of a kind used on tractors or on off-highway vehicles		10.7%	10.7%	35%	7%
10	-----Of a kind used on tractors	No.				
20	-----Of a kind used on farming equipment	No.				
90	-----Other	No.				
4011.91.40.00	---Industrial	No.	10.7%	10.7%	35%	7%
4011.91.90.00	---Other, having a "herring-bone" or similar tread .	No.	11.7%	11.7%	35%	7.5%

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4011.99	--Other				
4011.99.10.	---Tires, of sizes				
	3600 x 51 and 4000 x 57,				
	for off-highway vehicles.	Free	Free	35%	Free
10	-----Of a kind used on				
	tractors	No.			
20	-----Of a kind used on farm-				
	ing equipment	No.			
90	-----Other	No.			
4011.99.20.	---Tires for off-highway				
	vehicles, the section				
	width of the tire mea-				
	suring at least 406.4 mm				
	including normal side-				
	walls but not including				
	protective side ribs,				
	bars or decorations,				
	and the diameter of the				
	tire rim measuring at				
	least 609.6 mm, not				
	including the tires of				
	tariff item 4011.99.10 .	10.2%	10.2%	35%	6.5%
10	-----Of a kind used on				
	tractors	No.			
20	-----Of a kind used on farm-				
	ing equipment	No.			
90	-----Other	No.			
4011.99.30.	---Other, of a kind used on				
	tractors or on off-				
	highway vehicles	10.7%	10.7%	35%	7%
10	-----Of a kind used on				
	tractors	No.			
20	-----Of a kind used on farm-				
	ing equipment	No.			
90	-----Other	No.			
4011.99.40.00	---Industrial	No. 10.7%	10.7%	35%	7%
4011.99.90.00	---Other	No. 11.7%	11.7%	35%	7.5%

- - - - -

40.12 Retreaded or used pneumatic tires (tyres) of rubber;
solid or cushion tires, interchangeable tire treads and
tire flaps, of rubber.

Reference: Vol. II, Part 1, p. 595.

Amendments: (i) Introduction of additional tariff lines to provide for free
entry of certain retreaded tires and used pneumatic tires for
off-highway vehicles.

- (ii) Increase in the BP and MFN rates of duty applicable to the solid or cushion industrial tires and the interchangeable tire treads and tire flaps of HS Code 4012.90.
- (iii) Changes to the nomenclature of HS lines 4012.90.00 and 4012.90.00.20.

- Reasons:
- (i) Consequent upon Reference No. 159, restructuring of tariff items relating to tires, with various changes in rates of duty: Budget 1984, Schedule I.
 - (ii) Subsequent changes to relevant items (now numbered 61800-1; and 61815-1 to 61815-5).
 - (iii) Correction of errors in previous text (replacement of "threads" by "treads").

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4012.10	-Retreaded pneumatic tires				
4012.10.10.00	---Of a kind used on air-craft	No. Free	Free	27.5%	Free
4012.10.20.00	---Tires, of sizes 3600 x 51 and 4000 x 57, for off-highway vehicles.	No. Free	Free	35%	Free
4012.10.90.00	---Other	No. 10.2%	10.2%	35%	6.5%
4012.20	-Used pneumatic tires				
4012.20.10.00	---Tires, of sizes 3600 x 51 and 4000 x 57, for off-highway vehicles.	No. Free	Free	35%	Free
4012.20.90.00	---Other	No. 10.2%	10.2%	35%	6.5%
4012.90	-Other solid or cushion tires; interchangeable tire treads and tire flaps				
4012.90.11.00	----Solid or cushion tires				
4012.90.11.00	----Industrial, not including used or retreaded tires.	No. 11.2%	11.2%	35%	7%
4012.90.19.00	----Other solid or cushion tires	No. 10.2%	10.2%	35%	6.5%
4012.90.20.	----Interchangeable tire treads and tire flaps .	10.3%	10.3%	27.5%	6.5%
10	-----Tire treads	-			
20	-----Tire flaps	-			

- - - - -

- 40.14 Hygienic or pharmaceutical articles (including teats),
of vulcanised rubber other than hard rubber, with or
without fittings of hard rubber.

Reference: Vol. II, Part 1, p. 595.

Amendment: Upward revision in the BP and MFN rates of duty applicable to all
of the goods classifiable under this heading.

Reason: Rate changes to tariff item 61800-1, consequent upon Reference
No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4014.10.00.00	-Sheath contraceptives . . . -	10.3%	10.3%	27.5%	6.5%
4014.90.00.	-Other hygienic or pharma- ceutical articles	10.3%	10.3%	27.5%	6.5%

- - - - -

- 40.16 Other articles of vulcanised rubber other than hard
rubber.

Reference: Vol. II, Part 1, p. 596.

Amendment: Upward revision in the BP and MFN rates of duty applicable to most
of the goods classifiable under this heading.

Reason: Rate changes to tariff item 61800-1, consequent upon Reference
No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4016.10.00.	-Of cellular rubber	10.3%	10.3%	27.5%	6.5%
4016.92.00.00	--Erasers -	10.3%	10.3%	27.5%	6.5%
4016.93.00.	--Gaskets, washers and other seals	10.3%	10.3%	27.5%	6.5%
4016.94.00.00	--Boat or dock fenders, whether or not inflatable -	10.3%	10.3%	27.5%	6.5%
4016.95	--Other inflatable articles				
4016.95.90.00	---Other -	10.3%	10.3%	27.5%	6.5%
4016.99.00.	--Other articles	10.3%	10.3%	27.5%	6.5%

- - - - -

- 40.17 Hard rubber (for example, ebonite) in all forms, including waste and scrap; articles of hard rubber.

Reference: Vol. II, Part 1, p. 597.

Amendment: Upward revision in the BP and MFN rates applicable to certain residual products classifiable under this heading.

Reason: Rate changes to tariff item 61800-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4017.00.90. ---Other articles of hard rubber	10.3%	10.3%	27.5%	6.5%

CHAPTER 42

- 42.02 Trunks, suit-cases, vanity-cases, executive-cases, brief-cases, school satchels, spectacle cases, binocular cases, camera cases, musical instrument cases, gun cases, holsters and similar containers; travelling-bags, toilet bags, rucksacks, handbags, shopping-bags, wallets, purses, map-cases, cigarette-cases, tobacco-pouches, tool bags, sports bags, bottle-cases, jewellery boxes, powder-boxes, cutlery cases and similar containers, of leather or of composition leather, of plastic sheeting, of textile materials, of vulcanised fibre or of paperboard, or wholly or mainly covered with such materials.

Reference: Vol. II, Part 1, pp. 641-2.

Amendment: Revision of rates of duty applicable to leather articles classifiable to tariff line 4202.31.00.

Reason: To restore rates presently applicable under tariff items 62300-1, 62300-3, 62300-4, 65615-1 and 65620-1: request by Cooper Canada Limited.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
-Articles of a kind normally carried in the pocket or in the handbag				

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4202.31	--With outer surface of leather, of composition leather or of patent leather					
4202.31.10.00	---Wallets and billfolds . .	doz.	12.5%	15%	40%	10%
4202.31.20.00	---Cigar, cigarette or pipe cases; tobacco pouches .	-	11.3%	11.3%	35%	7.5%
4202.31.30.00	---Eyeglass or spectacle cases	-	11.3%	11.3%	40%	7.5%
4202.31.40.00	---Coin purses	doz.	12.5%	17.5%	40%	11.5%
4202.31.90.00	---Other	-	13.2%	13.2%	40%	8.5%

In a supplementary submission, Cooper Canada Limited questioned the proposed tariff treatment of leather utility bags and sports bags, currently entered under tariff items 62300-1 and 62300-4, with scheduled 1987 MFN rates of 11.3 p.c. and 15 p.c. respectively. It was envisaged by the company that these goods would be entered under HS lines 4202.11.00.00 and 4202.92.20.30 at MFN rates of 17.1 p.c. and 17.5 p.c.

However, the Board has determined that, except for golf bags of leather, plastics or textiles (classifiable to lines 4202.91.20 and 4202.92.20 at 17.5 p.c. MFN), there will be a reduction, from 15 p.c. to 11.3 p.c., rather than an increase, in the duty levied under the MFN tariff on sports bags (coded variously to lines 4202.91.90, 4202.92.90 and 4202.99.00), while the rate on leather utility bags (admitted under line 4202.91.90) will be maintained at 11.3 p.c.

It appears to the Board that no changes to the proposed HS schedule are necessary in this regard.

CHAPTER 44

- 44.07 Wood sawn or chipped lengthwise, sliced or peeled, whether or not planed, sanded or finger-jointed, of a thickness exceeding 6 mm.

Reference: Vol. II, Part 1, pp. 703-5.

Amendment: Provision of a Free rate under the GP Tariff for various types of treated wood classifiable under this heading.

Reason: Rate change to tariff item 50075-1: Budget 1985, Schedule I.

Revised Recommended Schedule

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4407.10	-Coniferous					
4407.10.30.00	---Rough or dressed, treated	m ³	6.8%	6.8%	25%	Free
	-Other non-coniferous and other tropical woods					
4407.91	--Of oak					
4407.91.20.00	---Treated	m ³	6.8%	6.8%	25%	Free
4407.99	--Of other non-coniferous and other tropical woods					
4407.99.20.00	---Treated	m ³	6.8%	6.8%	25%	Free

- - - - -

44.09 Wood (including strips and friezes for parquet flooring, not assembled) continuously shaped (tongued, grooved, rebated, chamfered, V-jointed, beaded, moulded, rounded or the like) along any of its edges or faces, whether or not planed, sanded or finger-jointed.

Reference: Vol. II, Part 1, p. 706.

Amendment: Provision of a Free rate under the GP Tariff for the treated coniferous wood of HS line 4409.10.20.

Reason: Rate change to tariff item 50075-1: Budget 1985, Schedule I.

Revised Recommended Schedule

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4409.10	-Coniferous					
4409.10.20.	---Treated		6.8%	6.8%	25%	Free

- - - - -

44.21 Other articles of wood.

Reference: Vol. II, Part 1, pp. 711-12.

- Amendments: (i) Provision of a Free rate under the GP Tariff for toilet seats and covers.
- (ii) Rearrangement of sub-divisions of HS Code 4421.90 to provide for the above duty change and for higher BP and MFN rates of duty on the aforementioned goods.
- (iii) Reduction in the BP and Gen. rates applicable to the remaining categories of goods classifiable under 4421.90.40.
- Reasons: (i) Rate change to tariff item 28900-1: Budget 1983, Schedule I.
- (ii) Rate changes to tariff item 28900-1, consequent upon Reference No. 159: Budget 1984, Schedule I.
- (iii) To reflect the rates applicable under existing tariff item 46500-1.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4421.90	-Other				
4421.90.40.	---Signs, letters and numerals; window shades or blind rollers; blinds; labels	10%	11.3%	30%	7.5%
50	-----Labels -				
4421.90.70.	---Lavatory (toilet) seats and covers	11.4%	11.4%	35%	Free
10	-----Of solid wood	No.			
90	-----Other, for example, of composition wood . . .	No.			

CHAPTER 46

- 46.01 Plaits and similar products of plaiting materials, whether or not assembled into strips; plaiting materials, plaits and similar products of plaiting materials, bound together in parallel strands or woven, in sheet form, whether or not being finished articles (for example, mats, matting, screens).

Reference: Vol. II, Part 1, p. 745.

Amendment: Upward revision in the BP and MFN rates of duty on certain residual categories of goods under this heading.

Reason: Rate changes to tariff item 93907-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4601.10	-Plaits and similar products of plaiting materials, whether or not assembled into strips				
4601.10.90.00	---Other -	13.6%	13.6%	30%	9%
	-Other				
4601.99.00.00	---Other -	13.6%	13.6%	30%	9%

CHAPTER 48

48.05 Other uncoated paper and paperboard, in rolls or sheets.

Reference: Vol. II, Part 2, p. 801.

Amendment: Sub-division of lines 4805.22.00.00 and 4805.29.90.00 to provide lower rates for linerboard.

Reason: Introduction of tariff item 19700-7: Budget 1984, Schedule III.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Multi-ply paper and paperboard				
4805.22	--With only one outer layer bleached				
4805.22.10.00	---Linerboard tonne	6.5%	6.5%	25%	4%
4805.22.90.00	---Other tonne	9.2%	9.2%	25%	6%
4805.29	--Other				
4805.29.10.00	---Paperboard, in rolls, of a thickness of 0.2 mm or more, for use in wrapping rolls of paper tonne	Free	Free	10%	Free
4805.29.20.00	---Linerboard tonne	6.5%	6.5%	25%	4%
4805.29.90.00	---Other multi-ply paper and paperboard tonne	9.2%	9.2%	25%	6%

- - - - -

- 48.20 Registers, account books, note books, order books, receipt books, letter pads, memorandum pads, diaries and similar articles, exercise books, blotting-pads, binders (loose-leaf or other), folders, file covers, manifold business forms, interleaved carbon sets and other articles of stationery, of paper or paperboard; albums for samples or for collections and book covers, of paper or paperboard.

Reference: Vol. II, Part 2, pp. 808-9.

- Amendments: (i) Upward revision in the BP, MFN and GP rates of duty applicable to goods classifiable to HS lines 4820.10.00.00 and 4820.40.00.00.
(ii) Increase in the Gen. rate with respect to goods classifiable to 4820.40.00.00.

- Reasons: (i) Rate changes to tariff item 18100-1, consequent upon Reference No. 159: Budget 1984, Schedule I.
(ii) To rectify error in the draft schedule and Phase II report.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4820.10.00.00	-Registers, account books, note books, order books, receipt books, letter pads, memorandum pads, diaries and similar articles . . .	- 10.5%	10.5%	35%	7%
4820.40.00.00	-Manifold business forms and interleaved carbon sets . .	- 12.2%	12.2%	35%	8%

- - - - -

- 48.23 Other paper, paperboard, cellulose wadding and webs of cellulose fibres, cut to size or shape; other articles of paper pulp, paper, paperboard, cellulose wadding or webs of cellulose fibres.

Reference: Vol. II, Part 2, p. 810.

Amendment: Addition of the words "pears or peaches" to the nomenclature of HS line 4823.70.10.00.

Reason: To provide coverage for the goods of tariff item 19946-1, concorded with this line.

Revised Recommended Schedule

			<u>MFN Rate</u>
4823.70	-Moulded or pressed articles of paper pulp		
4823.70.10.00	---Trays for use in packaging apples, pears or peaches	-	Free

CHAPTER 49

49.05 Maps and hydrographic or similar charts of all kinds including atlases, wall maps, topographical plans and globes, printed.

Reference: Volume II, Part 2, pp. 839-40.

Amendments: (i) Provision of a Free rate under the GP Tariff for goods classifiable to HS line 4905.99.90.00.
(ii) Upward revision in the BP and MFN rates of duty applicable to the aforementioned goods.

Reasons: (i) GP rate change to tariff item 18030-1: Budget 1983, Schedule I.
(ii) Rate changes to tariff item 18030-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4905.99	--Other maps and hydro- graphic or similar charts	-			
4905.99.90.00	---Other	-	10.7%	10.7%	27.5% Free

- - - - -

49.06 Plans and drawings for architectural, engineering, industrial, commercial, topographical or similar purposes, being originals drawn by hand; hand-written texts; photographic reproductions on sensitised paper and carbon copies of the foregoing.

Reference: Vol. II, Part 2, p. 840.

Amendment: Upward revision in the BP and MFN rates of duty applicable to goods classifiable to HS line 4906.00.10.00.

Reason: Rate changes to tariff item 18030-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4906.00.10.00	---Architectural plans and drawings and reproductions thereof; reproductions of original Canadian plans and drawings, engineering, industrial, commercial, topographical or similar purposes; related specifications for the foregoing	- 10.7%	10.7%	27.5%	Free
- - - - -					

49.07 Unused postage, revenue or similar stamps of current or new issue in the country to which they are destined; stamp-impressed paper; cheque forms; banknotes, stock, share or bond certificates and similar documents of title.

Reference: Vol. II, Part 2, p. 840.

Amendment: Upward revision in the BP, MFN and GP rates of duty applicable to goods classifiable to HS line 4907.00.90.00.

Reason: Rate changes to tariff item 18100-1, consequent upon Reference 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4907.00.90.00	---Other	- 12.2%	12.2%	35%	8%
- - - - -					

49.10 Calendars of any kind, printed, including calendar blocks.

Reference: Vol. II, Part 2, p. 841.

Amendments: (i) Upward revision in the MFN rate of duty applicable to goods classifiable to HS line 4910.00.20.00.

(ii) Upward revision in the BP, MFN and GP rates applicable to the goods of line 4910.00.90.00.

Reasons: Rate changes to (i) tariff item 17800-1 and (ii) tariff item 18100-1, both consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4910.00.20.00	---Other advertising calendars	- 11¢/kg	24.3%	33¢/kg but not less than 35%	Free
4910.00.90.00	---Other calendars	- 12.2%	12.2%	35%	8%

- - - - -

49.11 Other printed matter, including printed pictures and photographs.

Reference: Vol. II, Part 2, p. 841.

Amendments: (i) Separate provision for dutiable advertising catalogues.

- (ii) Upward revision in the MFN rate of duty applicable to the goods of tariff line 4911.10.90.
- (iii) Consequential changes in numbering under 4911.10.90.
- (iv) Insertion of additional tariff lines to provide for free entry of computer-generated mailing lists and of micro-forms of goods of various headings and subheadings of Chapter 49.
- (v) Separate provision for printed labels, including labels of aluminum foil, presently entering under tariff item 17900-1, rated at 11.3 p.c. MFN, effective 1987.
- (vi) Upward revision in the BP, MFN and GP rates of duty classifiable to the goods of tariff line 4911.99.90.
- (vii) Expansion of the coverage of HS line 4911.91.10.00 to provide for the duty-free entry of selective photographic or photo-mechanical representations.

- Reasons:
- (i), (ii) and (iii) Introduction of tariff item 17700-1 and MFN rate change to existing tariff item 17800-1, both consequent upon Reference No. 159: Budget 1984, Schedule I.
 - (iv) Introduction of tariff items 18102-1 and 16901-1: Budget 1984, Schedule III.
 - (v) To provide for clarification of product classification: matter raised by Reynolds Aluminum Company of Canada Ltd.
 - (vi) Rate changes to existing tariff item 18100-1, consequent upon Reference No. 159: Budget 1984, Schedule I.
 - (vii) To maintain the duty-free status of the relevant goods as presently provided for under tariff item 69520-1: request by The Professional Art Dealers Association of Canada et al.

Revised Recommended Schedule

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
4911.10	-Trade advertising material, commercial catalogues and the like					
4911.10.20.00	---Other advertising cata- logues	kg	11¢/kg	28.6%	33¢/kg but not less than 35%	Free
4911.10.90.	---Other		11¢/kg	24.3%	33¢/kg but not less than 35%	Free
	10 -----Tourist literature . .	kg				
	20 -----Catalogues, counter . .	kg				
	90 -----Other	kg				
4911.91	-Other printed matter --Pictures, designs and photographs					
4911.91.10.00	---Religious pictures; parts of books consisting of pictures or designs with- out a text, whether in the form of signature or separate sheets; photo- graphs for use as news illustrations; photo- graphic or photo- mechanical representa- tions numbered and signed by the artist or authen- ticated by or on behalf of the artist	-	Free	Free	Free	Free
4911.99	--Other printed matter					
4911.99.20.00	---Computer-generated mail- ing lists	-	Free	Free	35%	Free
4911.99.30.00	---Micro-forms of goods of heading Nos. 49.01, 49.02 and 49.04 and of tariff item Nos. 4903.00.11, 4903.00.18, 4903.00.19,					

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	4905.91.10, 4905.91.20, 4905.91.80, 4905.91.90, 4911.10.10 and 4911.10.20 (1) -	Free	Free	25%	Free
4911.99.40.	---Printed labels	11.3%	11.3%	35%	Free
10	----Of aluminum foil	-	-	-	-
90	----Other	-	-	-	-
4911.99.90.	---Circus, opera, play or other presentation pro- grammes; schematic maps; anatomical, botanical or similar instructional charts and diagrams; cinema, concert or simi- lar tickets; other printed matter	12.2%	12.2%	35%	8%

CHAPTER 51

Wool, Fine or Coarse Animal Hair; Horsehair Yarn and Woven Fabric

Reference: Vol. II, Part 2, p. 885.

Amendment: Introduction of Canadian Legal Note, setting a method for determining maximum rates of duty to be applied under the BP and MFN Tariffs under certain provisions.

Reason: Amendment to tariff item 53215-1, consequent upon Reference No. 162: Budget 1985, Schedule II.

New Recommendation

Canadian Legal Note

1. The maximum rates applicable under the BP and MFN Tariffs to goods entering under tariff item Nos. 5111.11.90, 5111.20.91, 5111.30.91, 5111.90.91, 5112.11.90, 5112.19.91, 5112.20.91, 5112.30.91, 5112.90.91 and 5113.00.91 shall be determined as follows:

(1) Subsequent to the publication of Volume II of the Board's report, certain sub-divisions of Chapter 49 have been further revised as a result of the government's decision to reinstate a 10 p.c. MFN rate of duty on various articles of printed matter. Tariff item 4911.99.30 has been restructured to reflect these more recent amendments.

- (a) Maximum duty leviable under the Most-Favoured-Nation Tariff shall be set by the Deputy Minister, effective July 1 of each year, to equate to an ad valorem rate of 11.8 %, based on the total of the Statistics Canada import statistics for these tariff items and tariff item 5803.90.19, or for former tariff item 53215-1, for the most recent three calendar years.
- (b) Maximum duty leviable under the British Preferential Tariff shall be set by the Deputy Minister, effective July 1 of each year, to equate to 54.5 % of the total duty leviable under the Most-Favoured-Nation Tariff.
- (c) The Deputy Minister shall, on or before June 1 of each year, cause to be published in the Canada Gazette the maximum duty leviable under each Tariff which will be effective from July 1 to June 30.

- - - - -

51.11 Woven fabrics of carded wool or of carded fine animal hair.

Reference: Vol. II, Part 2, pp. 889-90.

Amendments: (i) Reduction in the MFN rates of duty applicable to the light-weight "grey" goods classifiable to various sub-divisions under this heading.

(ii) Increases in the maximum specific duty equivalents permissible under the BP and MFN Tariffs in regard to the goods of the remaining tariff lines, with a reference to the proposed Canadian Legal Note 1 pertaining thereto (see above).

Reasons: (i) Change in the MFN rate of duty under tariff item 53220-1, consequent upon Reference No. 162: Budget 1985, Schedule I.

(ii) Consequent upon Reference No. 162, introduction of a method for determining maximum BP and MFN rates of duty under tariff item 53215-1: Budget 1985, Schedule II.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Containing 85 % or more by weight of wool or fine animal hair			
5111.11	--Of a weight not exceeding 300 g/m ²			

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5111.11.10.	---In the grey or unfinished condition, of a weight not exceeding 136 g/m ² .	Free	12.5%	30% and 44¢/kg	Free
5111.11.90.	---Other (1)	18% but not to exceed \$1.50/kg	25% but not to exceed \$2.75/kg	40% and 88¢/kg	-
5111.20	-Other, mixed mainly or solely with man-made filaments				
5111.20.10.00	---In the grey or unfinished condition, of a weight not exceeding 136 g/m ² . kg	Free	12.5%	30% and 44¢/kg	Free
5111.20.91.00	---Other ----Of a weight not exceeding 300 g/m ² (1) kg	18% but not to exceed \$1.50/kg	25% but not to exceed \$2.75/kg	40% and 88¢/kg	-
5111.30	-Other, mixed mainly or solely with man-made staple fibres				
5111.30.10.00	---In the grey or unfinished condition, of a weight not exceeding 136 g/m ² . kg	Free	12.5%	30% and 44¢/kg	Free
5111.30.91.00	---Other ----Of a weight not exceeding 300 g/m ² (1) kg	18% but not to exceed \$1.50/kg	25% but not to exceed \$2.75/kg	40% and 88¢/kg	-

(1) See Canadian Legal Note 1.

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5111.90	-Other, mixed with other textile fibres					
5111.90.10.00	---In the grey or unfinished condition, of a weight not exceeding 136 g/m ² . . . kg	Free	12.5%	30% and 44¢/kg	Free	
5111.90.91.00	---Other ----Of a weight not exceeding 300 g/m ² (1) kg	18% but not to exceed \$1.50/kg	25% but not to exceed \$2.75/kg	40% and 88¢/kg	-	

- - - - -

51.12 Woven fabrics of combed wool or of combed fine animal hair.

Reference: Vol. II, Part 2, pp. 891-2.

Amendments: (i) Reduction in the MFN rates of duty applicable to the light-weight "grey" goods classifiable to various sub-divisions under this heading.

(ii) Increases in the maximum specific duty equivalents permissible under the BP and MFN Tariffs, in regard to the goods of most of the remaining tariff lines, with a reference to the proposed Canadian Legal Note 1 pertaining thereto (see *supra*, pp. 80-1).

Reasons: (i) Change in the MFN rate of duty under tariff item 53220-1, consequent upon Reference No. 162: Budget 1985, Schedule I.
(ii) Consequent upon Reference No. 162, introduction of a method for determining maximum BP and MFN rates of duty under tariff item 53215-1: Budget 1985, Schedule II.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5112.11	-Containing 85 % or more by weight of wool or fine animal hair --Of a weight not exceeding 200 g/m ²				
5112.11.10.	---In the grey or unfinished condition, of a weight not exceeding 136 g/m ² .	Free	12.5%	30% and 44¢/kg	Free

(1) See Canadian Legal Note 1.

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5112.11.90.	---Other (1)	18% but not to exceed \$1.50/ kg	25% but not to exceed \$2.75/ kg	40% and 88¢/kg	-
5112.19	--Of a weight exceeding 200 g/m ²				
	---Other				
5112.19.91.	----Of a weight exceeding 200 g/m ² but not exceed- ing 300 g/m ² See Canadian Legal Note 1 to Chapter 51.	18% but not to exceed \$1.50/ kg	25% but not to exceed \$2.75/ kg	40% and 88¢/kg	-
5112.20	-Other, mixed mainly or solely with man-made fila- ments				
5112.20.10.00	---In the grey or unfinished condition, of a weight not exceeding 136 g/m ² . kg	Free	12.5%	30% and 44¢/kg	Free
	---Other				
5112.20.91.00	----Of a weight not exceed- ing 300 g/m ² (1) kg	18% but not to exceed \$1.50/ kg	25% but not to exceed \$2.75/ kg	40% and 88¢/kg	-
5112.30	-Other, mixed mainly or solely with man-made staple fibres				
5112.30.20.00	---In the grey or unfinished condition, of a weight not exceeding 136 g/m ² . kg	Free	12.5%	30% and 44¢/kg	Free
	---Other				

(1) See Canadian Legal Note 1.

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5112.30.91.00	----Of a weight not exceed- ing 300 g/m ² (1) kg	18% but not to exceed \$1.50/ kg	25% but not to exceed \$2.75/ kg	40% and 88¢/kg	-
5112.90	-Other, mixed with other textile fibres				
5112.90.10.00	---In the grey or unfinished condition, of a weight not exceeding 136 g/m ² . kg	Free	12.5%	30% and 44¢/kg	Free
5112.90.91.00	---Other ----Of a weight not exceed- ing 300 g/m ² (1) kg	18% but not to exceed \$1.50/ kg	25% but not to exceed \$2.75/ kg	40% and 88¢/kg	-

- - - - -

51.13 Woven fabrics of coarse animal hair or of horse-hair.

Reference: Vol. II, Part 2, p. 892.

Amendments: (i) Reduction in the MFN rate of duty applicable to the light-weight "grey" goods, classifiable to tariff line 5113.00.20.00.

(ii) Increases in the maximum specific duty equivalents permissible under the BP and MFN Tariffs in regard to the goods of tariff line 5113.00.91.00, with a reference to the proposed Canadian Legal Note 1 pertaining thereto (see supra, pp. 80-1).

Reasons: (i) Change in the MFN rate of duty under tariff item 53220-1, consequent upon Reference No. 162: Budget 1985, Schedule I.
(ii) Consequent upon Reference No. 162, introduction of a method for determining maximum BP and MFN rates of duty under tariff item 53215-1: Budget 1985, Schedule II.

(1) See Canadian Legal Note 1.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5113.00.20.00	---Other, in the grey or unfinished condition, of a weight not exceeding 136 g/m ² kg	Free	12.5%	30% and 44¢/kg	Free
5113.00.91.00	---Of a weight not exceeding 300 g/m ² (1) kg	18% but not to exceed \$1.50/kg	25% but not to exceed \$2.75/kg	40% and 88¢/kg	-

CHAPTER 52

52.12 Other woven fabrics of cotton.

Reference: Vol. II, Part 2, pp. 921-2.
Amendment: Deletion of the reference to "man-made fibres" in the nomenclature of various items falling under this heading.
Reason: Woven fabrics of cotton blended with man-made fibres are already covered under heading Nos. 52.10 and 52.11: noted by the Canadian Textiles Institute.

Revised Recommended Schedule

			<u>MFN Rate</u>
5212.11	--Weighing not more than 200 g/m ² --Unbleached		
5212.11.30.00	---Mixed mainly or solely with glass fibres, not containing wool or hair	kg	25%
5212.12	--Bleached		
5212.12.30.00	---Mixed mainly or solely with glass fibres, not containing wool or hair	kg	25%
5212.13	--Dyed		
5212.13.30.00	---Mixed mainly or solely with glass fibres, not containing wool or hair	kg	25%

(1) See Canadian Legal Note 1.

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5212.14	--Of yarns of different colours				
5212.14.30.00	---Mixed mainly or solely with glass fibres, not containing wool or hair		kg	25%	
5212.15	--Printed				
5212.15.30.00	---Mixed mainly or solely with glass fibres, not containing wool or hair		kg	25%	
	-Weighing more than 200 g/m ²				
5212.21	--Unbleached				
5212.21.30.00	---Mixed mainly or solely with glass fibres, not containing wool or hair		kg	25%	
5212.22	--Bleached				
5212.22.30.00	---Mixed mainly or solely with glass fibres, not containing wool or hair		kg	25%	
5212.23	--Dyed				
5212.23.30.00	---Mixed mainly or solely with glass fibres, not containing wool or hair		kg	25%	
5212.24	--Of yarns of different colours				
5212.24.30.00	---Mixed mainly or solely with glass fibres, not containing wool or hair		kg	25%	
5212.25	--Printed				
5212.25.30.00	---Mixed mainly or solely with glass fibres, not containing wool or hair		kg	25%	

CHAPTER 53

53.06 Flax yarn.

Reference: Vol. II, Part 2, p. 944.

Amendment: Changes in the rates of duty applicable to goods classifiable to HS line 5306.20.19.

Reason: Restoration of rates to those applicable under tariff item 54108-1: request by the Canadian Textiles Institute.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5306.20	-Multiple (folded) or cabled ---Not containing silk, wool, hair or man-made fibres				
5306.20.19.00	----Other	kg	12.5%	12.5%	25% -
	- - - - -				

53.09 Woven fabrics of flax.

The Canadian Textiles Institute drew the Board's attention to the GP rate of 16.5 p.c. assigned in the recommended schedule to HS line 5309.11.90, stating that this rate does not apply to related tariff item 56205-1. However, the Board notes that a GP rate of 16.5 p.c. will apply, in 1987, to tariff item 53205-1, and that in terms of the value of imports, this is the dominant item to be concorded with HS Codes 5309.11 and 5309.19.

Accordingly, the Board proposes no change to the previously recommended schedule in this regard.

CHAPTER 54

54.02 Synthetic filament yarn (other than sewing thread),
not put up for retail sale, including synthetic
monofilament of less than 67 decitex.

Reference: Vol. II, Part 2, p. 964.

Amendment: Deletion of HS line 5402.61.10.00, providing for certain synthetic yarn blends "containing wool or hair", and of line 5402.61.90.00, providing for "other" such goods.

Reason: The breakout is unnecessary, since wool is rarely, if ever, used in man-made filament yarn blends: brought to the Board's attention by the Canadian Textiles Institute.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Other yarn, multiple (folded) or cabled				
5402.61.00.00	--Of nylon or other poly- amides kg	10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-

- - - - -

54.03 Artificial filament yarn (other than sewing thread), not put up for retail sale, including artificial monofilament of less than 67 decitex.

Reference: Vol. II, Part 2, p. 964.

Amendment: Deletion of HS line 5403.42.10.00, providing for certain artificial yarn blends "containing wool or hair", and of line 5403.42.90.00, providing for "other" such goods.

Reason: The breakout is unnecessary, since wool is rarely, if ever, used in man-made filament yarn blends: brought to the Board's attention by the Canadian Textiles Institute.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Other yarn, multiple (folded) or cabled				
5403.42.00.00	--Of cellulose acetate . . . kg	10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-

- - - - -

54.06 Man-made filament yarn (other than sewing thread), put up for retail sale.

Reference: Vol. II, Part 2, p. 965.

Amendment: Deletion of HS lines 5406.10.10.00 and 5406.20.10.00, providing for certain man-made filament yarn blends "containing wool or hair", and of lines 5406.10.90.00, and 5406.20.90.00, providing for "other" such goods.

Reason: The breakouts are unnecessary, since wool is rarely, if ever, used in man-made filament yarn blends: brought to the Board's attention by the Canadian Textiles Institute.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5406.10.00.	-Synthetic filament yarn . .	10%	10%	35%	-
		and	and	and	
		11¢/kg	11¢/kg	44¢/kg	
10	-----Of nylon or other poly-				
	amides kg				
20	-----Of polyesters kg				
30	-----Of polypropylene kg				
90	-----Other kg				
5406.20.00.00	-Artificial filament yarn . kg	10%	10%	35%	-
		and	and	and	
		11¢/kg	11¢/kg	44¢/kg	

CHAPTER 55

55.04 Artificial staple fibres, not carded, combed or otherwise processed for spinning.

Reference: Vol. II, Part 2, p. 987.

Amendment: Insertion of a GP rate, and reduction of the BP rate, with respect to the goods of HS line 5504.10.00.00.

Reason: Restoration of existing rates. The line had been incorrectly concurred with existing tariff item 56020-1 ("man-made fibres, not exceeding 30 cm in length, for use in the manufacture of carpets"), rather than with tariff item 56005-1 ("man-made fibres not exceeding 30 cm in length"): brought to the Board's attention by the Canadian Textiles Institute.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5504.10.00.00	-Of viscose	5%	8.5%	15%	5%

- - - - -

55.09 Yarn (other than sewing thread) of synthetic staple fibres, not put up for retail sale.

Reference: Vol. II, Part 2, pp. 988-9.

Amendment: Introduction of separate lines, at different rates, for mixtures containing wool or fine animal hair.

Reason: Restoration of existing rates under tariff item 53110-1, as requested by the Canadian Textiles Institute.

Revised Recommended Schedule

NOTE: Prior to metric conversion, the specific portion of the rate under the General Tariff for tariff item 53110-1 was 22.5 cts/lb. In the 1986 Customs Tariff, this was converted to 50¢/kg. However, in other lines with rates drawn from that tariff item (e.g. 5509.52.00.00), the Board has converted the specific duty to 49.5¢/kg. For consistency, the latter rate is used below.

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Containing 85 % or more by weight of staple fibres of nylon or other polyamides					
5509.11	--Single yarn					
5509.11.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/kg	8%
5509.11.90.	---Other		10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
	10 ----Carpet yarn	kg				
	90 ----Other	kg				
5509.12	--Multiple (folded) or cabled yarn					
5509.12.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/kg	8%
5509.12.90.	---Other		10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
	10 ----Carpet yarn	kg				
	90 ----Other	kg				
	-Containing 85 % or more by weight of polyester staple fibres					
5509.21	--Single yarn					
5509.21.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/kg	8%

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5509.21.90.	---Other		10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
	10 -----Carpet yarn	kg				
	90 -----Other	kg				
5509.22	--Multiple (folded) or cabled yarn					
5509.22.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/ kg	8%
5509.22.90.	---Other		10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
	10 -----Carpet yarn	kg				
	90 -----Other	kg				
	-Containing 85 % or more by weight of acrylic or modacrylic staple fibres					
5509.31	--Single yarn					
5509.31.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/ kg	8%
5509.31.90.	---Other		10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
	10 -----Carpet yarn	kg				
	90 -----Other	kg				
5509.32	--Multiple (folded) or cabled yarn					
5509.32.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/ kg	8%
5509.32.90.	---Other		10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
	10 -----Carpet yarn	kg				
	90 -----Other	kg				

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Other yarn, containing 85 % or more by weight of syn- thetic staple fibres					
5509.41	--Single yarn					
5509.41.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/ kg	8%
5509.41.90.	---Other		10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
	-----Of polypropylene					
11	-----Carpet yarn	kg				
19	-----Other	kg				
90	-----Other synthetic staple fibres	kg				
5509.42	--Multiple (folded) or cabled yarn					
5509.42.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/ kg	8%
5509.42.90.	---Other		10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
	-----Of polypropylene					
11	-----Carpet yarn	kg				
19	-----Other	kg				
90	-----Other synthetic staple fibres	kg				

55.10 Yarn (other than sewing thread) of artificial
staple fibres, not put up for retail sale.

Reference: Vol. II, Part 2, pp. 989-90.

Amendment: Introduction of separate lines at different rates, for mixtures
containing wool or hair.

Reason: Restoration of existing rates under tariff item 53110-1, as
requested by the Canadian Textiles Institute.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Containing 85 % or more by weight of artificial staple fibres				
5510.11	--Single yarn				
5510.11.10.00	---Mixed mainly or solely with wool or fine animal hair	kg 10%	12.5%	22.5% and 49.5¢/kg	8%
5510.11.90.	---Other	10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
10	-----Of viscose rayon . . .	kg			
90	-----Other artificial staple fibres	kg			
5510.12	--Multiple (folded) or cabled yarn				
5510.12.10.00	---Mixed mainly or solely with wool or fine animal hair	kg 10%	12.5%	22.5% and 49.5¢/kg	8%
5510.12.90.	---Other	10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
10	-----Of viscose rayon . . .	kg			
90	-----Other artificial staple fibres	kg			

- - - - -

55.11 Yarn (other than sewing thread) of man-made staple fibres, put up for retail sale.

Reference: Vol. II, Part 2, p. 990.

Amendment: Introduction of separate lines at different rates, for mixtures containing wool or fine animal hair.

Reason: To restore existing rates of tariff item 53115-1, as requested by the Canadian Textiles Institute (Vol. II, Part 2, p. 982). The Board indicated that it would propose a MFN rate of 12.5 p.c. for all goods of heading 55.11 but this was not carried forward to the recommended schedule. In any case, this would extend the "wool or hair" rate to all yarns of the heading, regardless of content.

Revised Recommended Schedule

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5511.10	-Of synthetic staple fibres, containing 85 % or more by weight of such fibres					
5511.10.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/ kg	8%
5511.10.90.	---Other		10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
10	----Of nylon or other poly- amides	kg				
20	----Of polypropylene . . .	kg				
30	----Acrylic or modacrylic .	kg				
90	----Other	kg				
5511.20	-Of synthetic staple fibres, containing less than 85 % by weight of such fibres					
5511.20.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/ kg	8%
5511.20.90.	---Other		10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
10	----Acrylic or modacrylic .	kg				
90	----Other	kg				
5511.30	-Of artificial staple fibres					
5511.30.10.00	---Mixed mainly or solely with wool or fine animal hair	kg	10%	12.5%	22.5% and 49.5¢/ kg	8%
5511.30.90.00	---Other	kg	10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-

CHAPTER 56

- 56.01 Wadding of textile materials and articles thereof;
textile fibres, not exceeding 5 mm in length
(flock), textile dust and mill neps.

Reference: Vol. II, Part 2, p. 1023.

Citing the HS Explanatory Notes (p. 772), in which wadding is defined, the Canadian Textiles Institute expressed its concern that goods hitherto dutiable as textile manufactures might be classified as "wadding" at lower rates than those previously applicable and now to be applicable to "articles of wadding". The Institute requested a Canadian legal note distinguishing between "wadding" and "articles of wadding". The Board wishes to point out that in the HS (at the six-digit level) "wadding" and "articles of wadding" fall under the same subheadings. Consequently, the HS definition appears to be designed to explain the meaning of the word "wadding", and not to distinguish between "wadding" and "articles of wadding". The Board opines that goods hitherto classified as "batts, batting and wadding" under tariff item 55935-1 would fall under the provisions for wadding, while those goods hitherto classified as textile manufactures would fall under "articles of wadding" unless more specifically provided for elsewhere in the HS.

Consequently, the Board is not prepared to make a specific recommendation in this regard.

- - - - -

- 56.03 Nonwovens, whether or not impregnated, coated,
covered or laminated.

Reference: Vol. II, Part 2, p. 1024.

Amendment: Insertion of the words "not being" in the description of goods of HS line 5603.00.10.00.

Reasons: To correct a typographical error, so as to make the line correspond to existing tariff item 57402-1, from which the rates are derived: pointed out by the Canadian Textiles Institute.

Revised Recommended Schedule

		<u>MFN Rate</u>
5603.00.10.00	---Impregnated, coated or laminated, not being wholly or in part of man-made fibres or in part of glass fibres	kg 22.5%

- - - - -

56.04 Rubber thread and cord, textile covered; textile yarn, and strip and the like of heading No. 54.04 or 54.05, impregnated, coated, covered or sheathed with rubber or plastics.

Reference: Vol. II, Part 2, p. 1024.

Amendments: (i) Change in the rates proposed for application to the goods of HS line 5604.20.10.
(ii) Change in the GP rate assigned to line 5604.20.20 by deletion of the specific duty provision.
(iii) Deletion of lines 5604.20.20.10 and 5604.20.20.20.

Reasons: (i) To carry out the Board's stated intention (p. 1019) for the rates to conform to those of line 5604.20.90 in the draft schedule.
(ii) Determination of the GP rate in accordance with the official formula.
(iii) The aforementioned lines were introduced in error.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5604.20	-High tenacity yarn of polyesters, of nylon or other polyamides or of viscose rayon, impregnated or coated				
5604.20.10.	---Of polyesters or of nylon or other polyamides	10% and 11¢/kg	10% and 11¢/kg	35% and 44¢/kg	-
5604.20.20.	---Of viscose rayon	9.9%	9.9%	35% and 44¢/kg	6.5%

The Canadian Textiles Institute queried the derivation of the MFN rate of 9.9 p.c. in regard to lines 5604.20.10 and 5604.20.20 respectively. The rate for 5604.20.10 was incorrect, and has been amended, as above. The rate for 5604.20.20.00 is the rate which has been bound under GATT for the principal parent tariff item, namely 56110-3; this remains unchanged.

- - - - -

56.07 Twine, cordage, rope and cables, whether or not plaited or braided and whether or not impregnated, coated, covered or sheathed with rubber or plastics.

Reference: Vol. II, Part 2, pp. 1025-7.

Amendments: (i) Revision of the sub-divisions of subheading 5607.10.
(ii) Upward revision in the BP and MFN rates of duty applicable to certain of the goods classifiable under this heading.

Reasons: (i) To restore rates in effect prior to the conversion: request of the Canadian Textiles Institute.
(ii) Rate changes to tariff item 54125-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5607.10	-Of jute or other textile bast fibres of heading No. 53.03				
5607.10.10.00	---Wholly of jute fibres . . kg	15%	15%	25%	-
	---Wholly of other textile bast fibres				
5607.10.21.00	----Of a circumference ex- ceeding 25 mm (7.958 mm in diameter) kg	17.5%	20%	25%	-
5607.10.29.00	----Other kg	12.5%	12.5%	25%	-
5607.30	-Of abaca (Manila hemp or "Musa textilis Nee" or other hard (leaf) fibres				
5607.30.10.00	---Not containing silk, wool, hair, man-made or glass fibres kg	12.5%	12.5%	25%	-
	---Other				
5607.30.91.00	----Of a circumference ex- ceeding 25 mm (7.958 mm in diameter) kg	17.5%	20%	25%	-
5607.30.99.00	----Other kg	12.5%	12.5%	25%	-

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Of polyethylene or polypropylene				
5607.49	--Other				
5607.49.20.	---Of a circumference exceeding 25 mm (7.958 mm in diameter)	17.6%	20.1%	25%	-
		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5607.50	-Of other synthetic fibres				
5607.50.20.	---Of a circumference exceeding 25 mm (7.958 mm in diameter)	17.6%	20.1%	25%	-
5607.90	-Other				
5607.90.20.00	---Of a circumference exceeding 25 mm (7.958 mm in diameter) kg	17.6%	20.1%	25%	-

- - - - -

56.09 Articles of yarn, strip or the like of heading No. 54.04 or 54.05, twine, cordage, rope or cables, not elsewhere specified or included.

Reference: Vol. II, Part 2, p. 1027.

Amendment: Sub-division of HS item 5609.00.00.00 to make provision for whistle lanyards at reduced rates of duty.

Reason: To restore the MFN rate to that applicable under tariff item 93907-1: request by Cooper Canada Limited (see infra, p. 107).

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5609.00.10.00	---Whistle lanyards of the materials of heading No. 54.04 or 54.05 . . . No.	13.6%	13.6%	30%	9%
5609.00.90.00	---Other	- 23.2%	23.2%	45%	15%

CHAPTER 58

58.01 Woven pile fabrics and chenille fabrics, other than fabrics of heading No. 58.02 or 58.06

Reference: Vol. II, Part 2, p. 1067.

Amendment: Rate corrections to line 5801.24.90.00.

Reason: The trade-weighted average rates were miscalculated. The MFN rate was queried by the Canadian Textiles Institute.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Of cotton				
5801.24	--Warp pile fabrics, épinglé (uncut)				
5801.24.90.00	---Other kg	19.3%	19.3%	45%	-

- - - - -

58.03 Gauze, other than narrow fabrics of heading No. 58.06.

Reference: Vol. II, Part 2, p. 1068.

Amendments: (i) Reduction in the MFN rate of duty applicable to the light-weight "grey" goods classifiable to tariff line 5803.90.11.00.

(ii) Increases in the maximum specific duty equivalents permissible under the BP and MFN Tariffs in regard to the goods of tariff line 5803.90.19.00.

(iii) Revision of the sub-divisions of subheading 5803.90.90 (i.e. 5803.90.91 to 5803.90.99).

(iv) Change in the wording of HS line 5803.90.92.00.

Reasons: (i) Change in the MFN rate of duty under tariff item 53220-1, consequent upon Reference No. 162: Budget 1985, Schedule I.

(ii) Consequent upon Reference No. 162, introduction of a method for determining maximum BP and MFN rates of duty under tariff item 53215-1: Budget 1985, Schedule II.

(iii) To restore pre-conversion rates under all four permanent items concorded to these lines: noted by the Canadian Textiles Institute that fabrics containing more than 50 per cent by weight of silk, hitherto Free under tariff item 55205-1, would otherwise be dutiable at much higher rates than fabrics with less than 50 per cent by weight of silk.

(iv) To clarify the wording of former line 5803.90.92.00, now 5803.90.93.00: raised by the Canadian Textiles Institute.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5803.90	-Of other textile materials				
	---Of wool				
5803.90.11.00	----In the grey or unfinished condition, of a weight not exceeding 136 g/m ²	kg	Free	12.5%	30% and 44¢/kg
		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5803.90.19.00	----Other (1)	kg	18% but not to exceed \$1.50/kg	25% but not to exceed \$2.75/kg	40% and 88¢/kg
	---Of other textile materials				
5803.90.92.00	----More than 50 % by weight of silk, not containing wool or hair	kg	Free	Free	45%
5803.90.93.00	----Of vegetable fibres and not more than 50 % by weight of silk	kg	11.3%	11.3%	45%
5803.90.99.	----Other		20.2%	25%	45% and 88¢/kg

- - - - -

58.07 Labels, badges and similar articles of textile materials, in the piece, in strips or cut to shape or size, not embroidered.

Reference: Vol. II, Part 2, pp. 1070-1.

Amendment: Correction of BP rates under 5807.10.90 and 5807.90.90.

Reason: The MFN rates are trade-weighted average rates derived from several items, some of which have no margin of preference; no new margins should be introduced, even though the bulk of relevant goods enter under items where there are now such margins.

(1) See Canadian Legal Note to Chapter 51.

Revised Recommended Schedule

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
5807.10	-Woven					
5807.10.90.	---Other	kg	23.9%	23.9%	55%	-
5807.90	-Other					
5807.90.90.00	---Other	kg	24.9%	24.9%	50%	-

With respect to statistical line 5807.10.90.10, covering woven products other than badges and similar articles, of cellulose acetate, which has been given a MFN rate of 23.9 p.c., the Canadian Textiles Institute requested the restoration of the MFN rate of 25 p.c. applicable under tariff item 56206-1. However, it appears that imports under this item were taken into account in the trade-weighted average rate calculations.

With respect to line 5807.90.90, the CTI claimed that the MFN rate should reflect the rate applicable to knitted labels under tariff item 56805-1. However, no imports under that tariff item were concoded to this provision.

The Board therefore has no changes to recommend in response to the above requests.

CHAPTER 61

- 61.17 Other made up clothing accessories, knitted or crocheted; knitted or crocheted parts of garments or of clothing accessories.

Reference: Vol. II, Part 2, p. 1157.

A submission received from Cooper Canada Limited referred to an envisaged increase in the MFN rate of duty on elbow pads - from 13.6 p.c. under existing tariff item 93907-1 to 25 p.c. under HS line 6117.80.90.00. The Board notes that, on the basis of its recommendations in Volume IV, the goods in question would, indeed, be subject to a MFN duty of 25 p.c., the correct HS classification being 9506.99.91.

CHAPTER 62

62.01 Men's or boys' overcoats, car-coats, capes, cloaks, anoraks (including ski-jackets), wind-cheaters, wind-jackets and similar articles, other than those of heading No. 62.03.

Reference: Vol. II, Part 2, p. 1231.

Amendment: Upward revision in the BP and MFN rates of duty on men's anoraks.

Reason: Introduction of tariff item 52307-1, with increased rates, consequent upon Reference 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Anoraks (including ski-jackets), wind-cheaters, wind-jackets and similar articles				
6201.92	--Of cotton				
	---Anoraks (including ski-jackets)				
6201.92.11.00	----Men's	No. 30%	30%	35%	-
6201.92.19.	----Other	22.5%	22.5%	35%	-
10	-----Boys', sizes 8 to 18 .	No.			
90	-----Other boys'	No.			
6201.92.20.	---Wind-cheaters, wind-jackets and similar articles	22.5%	22.5%	35%	-
10	-----Men's	No.			
20	-----Boys', sizes 8 to 18 .	No.			
90	-----Other boys'	No.			

CHAPTER 63

63.03 Curtains (including drapes) and interior blinds;
curtain or bed valances.

Reference: Vol. II, Part 2, pp. 1275-6.

Amendment: Introduction of a provision under subheadings 6303.91, 6303.92 and 6303.99 for window shades mounted on rollers.

Reason: To restore existing rates under tariff item 57600-1: as requested by the Canadian Textiles Institute.

Revised Recommended Schedule

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
6303.91	-Other					
	--Of cotton					
6303.91.10.00	---Window shades mounted on rollers	kg	18%	20%	40%	13%
6303.91.90.	---Other		22.5%	22.5%	35%	-
	10 -----Curtains	kg				
	20 -----Drapes	kg				
	30 -----Interior blinds; cur- tain or bed valances .	kg				
6303.92	--Of synthetic fibres					
6303.92.10.	---Window shades mounted on rollers		18%	20%	40%	13%
	10 -----Containing 85 % or more by weight of poly- esters	kg				
	20 -----Other of polyesters, mixed mainly or solely with cotton	kg				
	30 -----Other, of polyesters .	kg				
	40 -----Of acrylic or mod- acrylic	kg				
	90 -----Of other synthetic fibres	kg				
6303.92.90.	---Other		22.5%	25%	55%	-
	-----Containing 85 % or more by weight of polyesters					
	11 -----Curtains	kg				
	12 -----Drapes	kg				
	13 -----Interior blinds; cur- tain or bed valances .	kg				
	-----Other, of polyesters, mixed mainly or solely with cotton					
	21 -----Curtains	kg				
	22 -----Drapes	kg				

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
6303.92.90.23	-----Interior blinds; cur-				
(cont.)	tain or bed valances .	kg			
	-----Other, of polyesters				
31	-----Curtains	kg			
32	-----Drapes	kg			
33	-----Interior blinds; cur-				
	tain or bed valances .	kg			
	-----Of acrylic or mod-				
	acrylic				
41	-----Curtains	kg			
42	-----Drapes	kg			
43	-----Interior blinds; cur-				
	tain or bed valances .	kg			
	-----Of other synthetic				
	fibres				
91	-----Curtains	kg			
92	-----Drapes	kg			
93	-----Interior blinds; cur-				
	tain or bed valances .	kg			
6303.99	--Of other textile materials				
6303.99.10.00	---Window shades mounted on				
	rollers	kg	18%	20%	40%
					13%
6303.99.90.	---Other		22.5%	25%	55%
					-
10	-----Curtains	kg			
20	-----Drapes	kg			
30	-----Interior blinds; cur-				
	tain or bed valances .	kg			

This matter was originally raised in the report on Phase II of this Reference (see Vol. II, Part 2, pp. 1260-1), where the Board indicated its belief that window shades mounted on rollers fall properly into Chapter 39 - "Plastics and articles thereof". However, no action was then taken under the appropriate heading 39.25.⁽¹⁾ Subsequently, the Canadian Textiles Institute represented that there are mounted window shades containing textile materials which do not meet the requirements of Chapter 39. Moreover, in the published concordances, all imports under tariff item 57600-1 ("window shades, mounted on rollers") were concorded to heading No. 63.03.

⁽¹⁾ The recommendations for heading 39.25 have now been revised, supra, p. 58.

It is the Board's understanding that the existing item has been administered as being applicable only to interior window shades. If this interpretation should be found to be incorrect, further amendments will be required to the sub-divisions of heading 63.06 - subheadings 6306.11, 6306.12 and 6306.19 apply, inter alia, to "awnings and sunblinds" - while according to the Explanatory Notes (p. 575), awnings also fall within the scope of 3926.90. Also affected would be any other external plastic window shades, mounted on rollers, not considered to be builder's hardware as defined in Legal Note 11 to Chapter 39, particularly paragraph (f).

- - - - -

63.04 Other furnishing articles, excluding those of heading No. 94.04.

Reference: Vol. II, Part 2, p. 1276.
 Amendment: Separate provision for knitted or crocheted bedspreads, wholly of flax or hemp.
 Reason: To restore existing rates of tariff item 54321-1: request by the Canadian Textiles Institute.

Revised Recommended Schedule

			<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
6304.11	-Bedspreads					
6304.11.10.00	--Knitted or crocheted					
6304.11.10.00	---Wholly of flax or hemp .	No. Free	11.3%	35%	Free	
6304.11.90.00	---Other	No. 18%	25%	55%	-	

- - - - -

63.07 Other made up articles, including dress patterns.

Reference: Vol. II, Part 2, pp. 1277-8.
 Amendment: Insertion of an additional tariff line to provide free entry under the BP and MFN Tariffs for textile wall-covering sample books.
 Reason: Rate changes to tariff item 19510-1: Budget 1985, Schedule III.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
6307.90.20.00 ---Textile wall-covering sample books -	Free	Free	35%	Free

A submission received from Cooper Canada Limited referred to an envisaged increase in the MFN rate of duty on whistle lanyards - from 13.6 p.c. under existing tariff item 93907-1 to 25 p.c. under HS line 6307.90.99.00. The Board is of the opinion that HS heading No. 56.09 provides a more appropriate classification for these goods, and has made provision thereunder accordingly (see supra, p. 99).

CHAPTER 64

64.01 Waterproof footwear with outer soles and uppers of rubber or of plastics, the uppers of which are neither fixed to the sole nor assembled by stitching, riveting, nailing, screwing, plugging or similar processes.

Reference: Vol. II, Part 2, p. 1303.

Amendment: Upward revision in the BP and MFN rates of duty applicable to the goods classifiable to HS Code 6401.92.

Reasons: Rate changes to tariff item 61105-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
-Other footwear				
6401.92.00. --Covering the ankle but not the knee	18.2%	22.2%	25%	-
- - - - -	-	-	-	-

64.02 Other footwear with outer soles and uppers of rubber or plastics.

Reference: Vol. II, Part 2, pp. 1303-4.

Amendment: Upward revision in the BP and MFN rates of duty applicable to all goods falling under this heading other than those classifiable to HS tariff line 6402.11.10.

Reason: Rate changes to tariff item 61105-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Sports footwear				
6402.11.20.	---Cross-country ski footwear	18.3%	22.8%	40%	-
6402.19.00.	--Other sports footwear . .	18.2%	22.2%	40%	-
6402.20.00.	-Footwear with upper straps or thongs assembled to the sole by means of plugs . .	18.2%	22.2%	40%	-
6402.30.00.00	-Other footwear, incorporating a protective metal toe-cap pair	18.2%	22.2%	40%	-
6402.91.00.	-Other footwear --Covering the ankle	18.2%	22.2%	40%	-
6402.99.00.	--Not covering the ankle . .	18.2%	22.2%	40%	-

- - - - -

64.03 Footwear with outer soles of rubber, plastics, leather or composition leather and uppers of leather.

Reference: Vol. II, Part 2, pp. 1304-6.

Amendment: Upward revision in the BP and MFN rates of duty applicable to all goods falling under this heading other than those classifiable to HS tariff line 6403.11.10.

Reason: Rate changes to tariff item 61105-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Sports footwear				
6403.11.20.	---Cross-country ski foot- wear	18.3%	22.8%	40%	-
6403.19.00.	--Other sports footwear . .	18.3%	22.8%	40%	-
6403.20.00.00	-Footwear with outer soles of leather, and uppers which consist of leather straps across the instep and around the big toe . . pair	18.3%	22.8%	40%	-
6403.30.00.	-Footwear made on a base or platform of wood, not having an inner sole or a protective metal toe-cap .	18.3%	22.8%	40%	-
6403.40.00.00	-Other footwear, incor- porating a protective metal toe-cap pair	18.3%	22.8%	40%	-
	-Other footwear with outer soles of leather				
6403.51.00.	--Covering the ankle	18.3%	22.8%	40%	-
6403.59.00.	--Not covering the ankle . .	18.3%	22.8%	40%	-
	-Other footwear				
6403.91.00.	--Covering the ankle	18.3%	22.8%	40%	-
6403.99.00.	--Not covering the ankle . .	18.3%	22.8%	40%	-

- - - - -

64.04 Footwear with outer soles of rubber, plastics,
leather or composition leather and uppers of
textile materials.

Reference: Vol. II, Part 2, pp. 1306-7.

Amendment: Upward revision in the BP and MFN rates of duty applicable to
various categories of goods falling under this heading.

Reason: Rate changes to tariff item 61105-1, consequent upon Reference
No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Footwear with outer soles of rubber or plastics				
6404.11.90.	---Other sports footwear . .	18.3%	22.8%	40%	-
6404.19.90.	---Other footwear	18.3%	22.8%	40%	-
6404.20.00.	-Footwear with outer soles of leather or composition leather	18.3%	22.8%	40%	-

- - - - -

64.05 Other footwear.

Reference: Vol. II, Part 2, p. 1307.

Amendment: Upward revision in the BP and MFN rates of duty applicable to all goods classifiable under this heading.

Reason: Rate changes to tariff item 61105-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
6405.10.00.00	-With uppers of leather or composition leather pair	18.3%	22.8%	40%	-
6405.20.00.00	-With uppers of textile materials pair	18.3%	22.8%	40%	-
6405.90.00.	-Other	18.3%	22.8%	40%	-

- - - - -

64.06 Parts of footwear; removable in-soles, heel cushions and similar articles; gaiters, leggings and similar articles, and parts thereof.

Reference: Vol II, Part 2, p. 1308.

Amendment: Upward revision in the BP and MFN rates of duty applicable to certain of the goods falling under this heading.

Reason: Rate increases to tariff items 61800-1 and 93907-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
6406.20.00.	-Outer soles and heels, of rubber or plastics	11.6%	11.6%	27.5%	7.5%
	-Other				
6406.99	--Of other materials				
6406.99.20.00	---Shoe bottoms of rubber . pair	10.3%	10.3%	27.5%	6.5%

CHAPTER 65

65.06 Other headgear, whether or not lined or trimmed.

Reference: Volume II, Part 2, p. 1326.

- Amendments: (i) Inclusion of welders' helmets in the list of safety headgear eligible for free entry under HS tariff line 6506.10.10.
(ii) Introduction of additional tariff line to provide for free entry for football helmets.
(iii) Upward revision in the BP and MFN rates of duty applicable to other safety headgear classifiable under HS Code 6506.10.
- Reasons: (i) Amendment of tariff item 56940-1, and (ii) introduction of tariff item 51170-1: Budget 1985, Schedule I.
(iii) Rate changes to tariff item 93907-1, consequent upon Reference No. 159: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
6506.10	-Safety headgear				
6506.10.10.	---Firemen's helmets, welders' helmets and industrial safety helmets; headgear, impregnated or lined with lead, for X-ray operators	Free	Free	Free	Free

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	--Protective headgear, athletic				
6506.10.21.00	---Football helmets	No. Free	Free	30%	Free
6506.10.29.00	---Other	No. 13.6%	13.6%	30%	9%
6506.10.90.00	---Other safety headgear . .	No. 13.6%	13.6%	30%	9%

The Board is unable to accede to a request made by Cooper Canada Limited for an increase in the proposed GP rate of duty in relation to protective sports headgear classifiable under HS Code 6506.10. The GP rate of 9 p.c., which appears in the draft schedule, has been determined, by formula, at two-thirds of the corresponding MFN rate.

In a supplementary submission, Cooper envisaged increases in the MFN rates of duty on baseball masks and swim masks - from 10.2 p.c. and 10.3 p.c. under tariff items 44603-1 and 61800-1 respectively to 13.5 p.c. under HS line 6506.10.90.11. The Board notes that, on the basis of its recommendations in Volume IV, the goods in question would be subject to a MFN duty of 12.5 p.c., the correct HS classification being 9506.99.99.

CHAPTER 66

66.01 Umbrellas and sun umbrellas (including walking-stick umbrellas, garden umbrellas and similar umbrellas).

Reference: Volume II, Part 2, p. 1337.

Amendment: Upward revision in the BP and MFN rates of duty applicable to certain of the goods falling under this heading.

Reason: Consequent upon Reference No. 159, division of former tariff item 62900-1 into two items, with rate increases for item 62900-2: Budget 1984, Schedule I.

Revised Recommended Schedule

		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
	-Other				
6601.91.00.00	--Having a telescopic shaft. doz	11.4%	11.4%	35%	7.5%
6601.99.00.00	--Other doz	11.4%	11.4%	35%	7.5%

SUPPLEMENTARY ANNEX

The material supplied to the Board by the Department of Finance for review and distribution in connection with each of the first three phases of Reference No. 163 included provisional drafts and numerical listings of concessionary tariff items proposed for inclusion in the envisaged Supplementary Annex to the main HS schedule.⁽¹⁾ Such "annex items" falling within the compass of the first two phases of the inquiry, covering Chapters 1 to 67, were published as appendices in Volumes I and II of the Board's report.⁽²⁾

Subsequently, on the basis of its own review and further drafts supplied by the Department of Finance, the Board released a provisional listing of all concessionary tariff items proposed for inclusion in the annex. This was circulated to potentially interested parties prior to the public hearing on June 25, 1986, an invitation being extended for the submission of suggested modifications thereto, particular reference being made to the statutory (permanent) end-use provisions. A number of responses to this invitation were received, and these, together with some additional thoughts by the Board, are set out below. In this listing, the numbers attached to the various HS annex items are those featured in the comprehensive draft document released by the Board for the Phase IV public hearings; previous numbers used in Volume II of the Board's report are also indicated, where applicable.

It should be stressed that, at this stage, the Supplementary Annex is still a provisional document, subject to review and amendment in Phase V of Reference No. 163.

(1) See supra, pp. 1,2.

(2) Vol. I, pp. 625-9; Vol. II, Part 2, pp. 1365-423.

PROPOSED AMENDMENTS TO EXISTING DRAFT ANNEX ITEMS

Annex Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
0750 Chemicals, excluding antibiotics, of a kind not produced in Canada, without admixture or mixed only with any necessary carrier or diluent, for use in the manufacture of animal feeds	Free	Free	25%	-

(Numbered as annex item 2021 in Vol. II, Part 2, p. 1368).

Usual HS Classes: Chapters 28, 29.

Present Tariff Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
21950-1 Chemicals, except antibiotics, of a kind not produced in Canada, without admixture or mixed only with any necessary carrier or diluent, when for use in the manufacture of animal or poultry feeds	Free	Free	25 p.c.	-

Proposed Amendment: Hoffmann-La Roche Limited requested confirmation that products already ruled under tariff item 21950-1 by Revenue Canada, Customs and Excise, will stand as annex item 0750.

The aforementioned company also suggested, as a possibility, the expansion of the provisions of this annex item to include the goods of HS line 2936.23.10.00 (see supra, p. 32).

- - - - -

Annex Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2070 Umbrella-covering fabrics, whether or not impregnated, coated or covered, or with hemmed edges, of a length of 9 m or more, for use in the manufacture of umbrellas having a rib length not exceeding 69 cm . .	Free	Free	Free	Free

(Numbered as annex item 5051 in Vol. II, Part 2, p. 1374).

Usual HS Classes: Section XI.

Present Tariff Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
56220-1 Umbrella-covering fabrics, impregnated or not, with or without hemmed edges, in lengths of not less than 9 m, for use in the manufacture of umbrellas having a rib length of not more than 69 cm	Free	Free	Free	Free

Proposed Amendment: The Canadian Textiles Institute claimed that the wording of the proposed annex item is awkward and does not adequately reflect the coverage of the current tariff item. The Institute requested that the wording of the annex should be amended as follows:

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2070 Umbrella-covering fabrics, whether or not impregnated, coated or covered, with or without hemmed edges, of a length of 9 m or more, for use in the manufacture of umbrellas having a rib length not exceeding 69 cm	Free	Free	Free	Free

- - - - -

Annex Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3745 Woven fabrics, wholly of cotton; woven fabrics, in the web or with fused edges, wholly of silk or wholly of man-made fibres or filaments; the fore- going not coloured, for use in the manufacture of ribbons for typewriters, calculators or other office appliances	Free	Free	30%	Free

(Numbered as annex item 5031 in Vol. II, Part 2, p. 1373).

Usual HS Classes: Chapters 50, 52, 54, 55.

Present Tariff Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
Woven fabrics, wholly of cotton:				
52208-1 Not coloured, for use in the manufacture of ribbons for typewriters, calcu- lators, or other office appliances	Free	Free	15 p.c.	Free
56250-1 Woven fabrics, in the web or with fused edges, wholly or in part of silk or wholly of man-made fibres or fila- ments, not coloured, for use in the manufacture of ribbons for typewriters, calculators and other office appliances	Free	Free	45 p.c.	Free

Proposed Amendment: The Canadian Textiles Institute observed that, under the Harmonized System, the term "man-made fibres" covers both staple fibres and filaments. However, while only "man-made fibres" are referred to in the wording of Supplementary Annex items 2028, 2060, 2150 and 4010 (alternative numbers 5012, 5033, 5024 and 5052), proposed annex item 3745 makes reference to "man-made fibres or filaments". The Institute noted this as a cause of potential confusion and recommended that all items covering both man-made staple fibre and man-made filament products should be worded in a consistent manner.

The Board concurs with this position, and proposes the following amended wording for annex item 3745:

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3745 Woven fabrics, wholly of cotton; woven fabrics, in the web or with fused edges, wholly of silk or wholly of man-made fibres; the foregoing not coloured, for use in the manu- facture of ribbons for type- writers, calculators or other office appliances	Free	Free	30%	Free

- - - - -

Annex Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
3755 Fabrics, of textile materials, of a class or kind not made in Canada, for use in the manufac- ture of screens for printing .	Free	Free	45%	Free

(Numbered as annex item 5032 in Vol. II, Part 2, p. 1373).

Usual HS Classes: 54.07.

Present Tariff Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
56255-1 Fabrics for use in the manu- facture of screens for printing	Free	Free	45 p.c.	Free

Proposed Amendment: In response to a comment by the Canadian Textiles Institute regarding the lack of cross-references to the main HS schedule, the Board proposes the addition of heading No. 50.07 - "woven fabrics of silk or of silk waste" - to the list of "usual classes" relevant to annex item 3755.

PROPOSED ADDITIONAL ANNEX ITEMS

Present Tariff Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
18710-1 Sensitized negative film, one and one-eighth inches in width or over, for exposure in motion picture cameras .	Free	6.8 p.c.	15 p.c.	Free
Relevant HS Classes (Vol. II, Part 1, pp. 441-2):				3702.53.00.00;
3702.54.00.00; 3702.55.00.00; 3702.56.90.00; 3702.93.00.00; 3702.94.00.00;				3702.95.90.00.

All of the above classes have been assigned a MFN rate of 10.2%.

Submission and Recommendation: A request was received from Tracon Consultants Ltd. for the restoration of the scheduled 1987 MFN rate with respect to 35 mm negative cine motion picture film.

The Board supports this request but, because of the number of HS lines involved, recommends that appropriate provision be made in the Supplementary Annex. Thus:

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
0996 Sensitized negative film, 28.575 mm in width or over, for exposure in motion picture cameras	Free	6.8%	15%	Free

- - - - -

Present Tariff Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
18725-1 Sensitized negative film, sixteen millimetres in width, for exposure in motion picture cameras . .	Free	9.2 p.c.	30 p.c.	Free

Relevant HS Classes (Vol. II, Part 1, pp. 441-2): 3702.51.00.00;
3702.52.00.00; 3702.91.00.00; 3702.92.00.00.

All of the above classes have been assigned a MFN rate of 10.2%.

Submission and Recommendation: A request was received from Tracon Consultants Ltd. for the restoration of the scheduled MFN rate with respect to 16 mm negative cine motion picture film.

The Board supports this request but, because of the number of HS lines involved, recommends that appropriate provision be made in the Supplementary Annex. Thus:

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
0995 Sensitized negative film, not exceeding 16 mm in width, for exposure in motion picture cameras	Free	9.2%	30%	Free
- - - - -				

Present Tariff Item

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
21940-1 Riboflavin (also known as Vitamin B ₂ , Vitamin G, Lactoflavin) without admixture or mixed only with any necessary carrier or diluent when imported for use only in the manufacture of feeds for livestock, poultry or fur-bearing animals	Free	Free	Free	-

Relevant HS Class (Vol. II, Part 1, p. 243)

	<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
2936.23.10.00 ---Vitamin B ₂ (riboflavin or lactoflavin), whether or not containing necessary carriers or diluents, but no other admixture, for use only in the manufacture of feeds for livestock, poultry or fur-bearing animals . kg	Free	Free	25%	Free

Submission: It was proposed by Hoffmann-La Roche Limited that the above recommended item should be deleted from the main HS schedule and the goods provided with duty-free status in the Supplementary Annex, either by means of a separate item or - if this should be judged not possible - by inclusion with the goods of draft annex item 0750 (see supra, p. 114).

- - - - -

Present Tariff Item

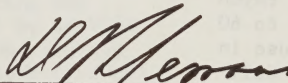
		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
52400-1	Woven fabrics, open mesh, wholly or in chief part by weight of cotton, imported for use in the manufacture of fruit or vegetable bags	Free	Free	Free	Free
53420-1	Blankets, blanketing and lapping for use by textile manufacturers on machines used in the manufacture of textiles	Free	Free	Free	Free
54015-1	Vegetable fibres, horse hair, and mixtures of vegetable fibres and horse hair, for use in the manufacture of brooms and brushes	Free	Free	7.5 p.c.	Free
	Textile glass fibres, including chopped strand and milled fibres, not exceeding 38 cm in length, not carded, not combed and not otherwise processed:				
55805-1	For use in the manufacture of textile yarns	Free	Free	15 p.c.	Free
55820-1	Glass filaments imported for converting into lengths not exceeding 30 cm, for use in the manufacture of textile yarns or flocks	5 p.c.	8.5 p.c.	15 p.c.	5 p.c.

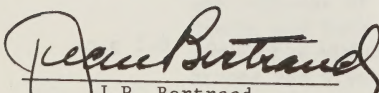
		<u>BP</u>	<u>MFN</u>	<u>Gen</u>	<u>GP</u>
56015-1	Man-made filaments imported for converting into lengths not exceeding 30 cm, for use in the manufacture of textile yarns or flock . .	5 p.c.	8.5 p.c.	15 p.c.	-
56117-1	Yarns, wholly of glass filaments for use in the manufacture of woven tire fabrics and, per kilogram	12.5 p.c.	12.5 p.c.	35 p.c. 44 cts.	-
56125-1	Yarns and rovings composed of hair combined with man-made fibres or filaments for use in the manufacture of tailors' canvas interfacing and, per kilogram	Free	7.5 p.c.	20 p.c. 38 cts.	Free
56807-1	Rib-stitched, knitted tubing, wholly of 330 dtex rayon filament yarns, 30 to 60 ribs in size, for use in the manufacture of doll clothing	Free	Free	55 p.c.	Free
56815-1	Knitted fabric wholly of cotton, in the web, for use in the manufacture of rubber boots and shoes . .	10 p.c.	10 p.c.	25 p.c.	6.5 p.c.
56920-1	Hoods and shapes, knitted, crocheted, plaited or woven, in a single piece; hoods and shapes of braids, not sewn; all the foregoing for use in the manufacture of hats	Free	Free	10 p.c.	Free
56925-1	Hat sweats, cap peaks, stiffening bands for the inside of hats and caps, tips and sides when cut to shape, and materials for use in the manufacture of such articles; all the foregoing for use in the manufacture of hats and caps	Free	Free	Free	Free

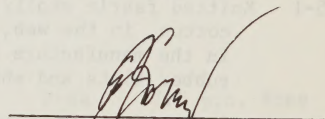
Relevant HS Classes (Vols. I and II, passim)

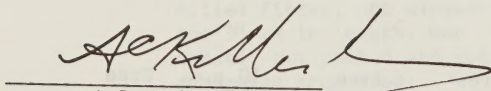
Item 52400-1: 52.08; 52.10; 52.12
Item 53420-1: 5911.90.00.00
Item 54015-1: 0503.00; 1403.90
Item 55805-1: 7019.10.10.00
Item 55820-1: 7019.10.10.00
Item 56015-1: 55.01; 55.02
Item 56117-1: 7019.10.21.00
Item 56125-1: 51.08; 55.09; 55.10
Item 56807-1: 6002.93.00.11
Item 56815-1: 6001.91.00.00; 60.02
Item 56920-1: 65.02; 65.04; 6505.90.10.10
Item 56925-1: 3909.50; 3916.90.90.00; 3921.13.00.90; 6507.00.00.90

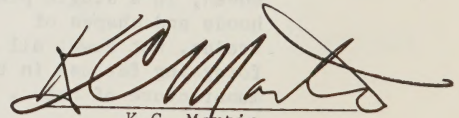
Submission: The Canadian Textiles Institute pointed out that the above statutory end-use tariff items (and item 56935-1, which was revoked February 27, 1986) have not been included in the draft Supplementary Annex but made no proposals pertaining thereto.

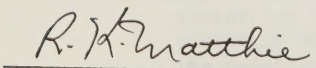

Donald R. Yeomans
Chairman

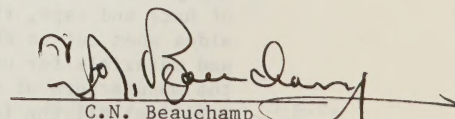

J.P. Bertrand
First Vice-Chairman


G.J. Gorman, Q.C.
Second Vice-Chairman


A.C. Kilbank
Member


K.C. Martin
Member


R.K. Matthie
Member


C.N. Beauchamp
Member

